

Overview

1. The Council is adopting a '1+3' planning horizon, where the '1' is 2010/11 and the '+3' is the 3 year period '2011/12 to 2013/14'. The provisional grant allocations, for both general grant and specific grants, had already been made by government for 2010/11; hence the 'relative' certainty in that year. On that basis, Cabinet has already made its cash allocations for 2010/11 and portfolios have been producing their budget and service plans on that basis.

2. On 26 November the Chancellor confirmed the formula grant allocation for 2010/11. That is to be welcomed. Other revenue grants have since been confirmed, broadly in line with expectations. While no specific capping rules have been published, Government have stated that they expect the average council tax bill to increase by less than 3%.

3. The Deputy Chief Executive and Director of Corporate Resources has submitted a professional response in respect of the technical consultation now underway as a result of the Government's grant announcements. This is attached at Annex A.

4. In December, the Chancellors Pre-Budget report announced that public sector current expenditure will grow by an average of 0.8% a year from 2011/12 to 2014/15. The Chancellor did not provide a detailed breakdown of future spending plans post 2011 but did make commitments to protect some services in 2011/12 and the following year. 'Frontline' NHS, Police and Education will increase by more than other areas. For example, cash funding for schools will rise by 0.7% a year in real terms. Certain commitments have been given to protect Sure Start children's centres and guarantee an education or training place for 16 and 17 year olds. Clearly, protecting these services will put additional pressure on other services including social care, transport, environment and other essential services.

5. The Government claim that £11 billion of savings by 2012/13 will be found through "smarter government" of which £8 billion were identified in the Operational Efficiency Programme announced in the 2009 budget. A further £5 billion will come from targeting and prioritising spending. A number of additional efficiencies (on top of existing targets) have been set that appear to come from local government which include £550m more from:-

- more efficient waste collection and disposal
- reducing the burdens of inspection, assessment and reporting across government
- reducing duplication between tiers of government

A further £180m is targeted from improvements in the administration of concessionary travel (although the LGA have identified shortfalls of £30m in the existing funding for this) and £250m from reducing variations in spending on residential care. Another £300m is proposed from improving energy efficiency across the public sector. There is, as yet, little or no evidenced

calculations to support these additional targets. A 1% cap has been introduced for public sector pay settlements in 2011/12 and 2012/13. An additional 0.5% increase in employer and employee National Insurance contributions will take effect from April 2011.

6. As mentioned earlier, details of the allocations for most specific and area based grants has also been received and on a like for like basis there seems to have been cash reductions in some of these grants, and cash increases in others such as the Dedicated Schools Grant which will rise by 3.4%. On a like for like basis specific grants have risen by 5.2% but the elements making up Area Based Grant (ABG) have reduced by 2% in total. Full details of ABG are set out in Annex B. In addition, there could be a new specific grant for free care at home which is discussed later.

7. Although the main focus at this stage is the 2010/11 budget, it is worth reminding ourselves that for the back 3 years, we are assuming that our formula grant reduces in cash terms by 10% over 3 years (equivalent to near 20% in real terms). That has been our position since the July Cabinet. Alongside formula grant, the council is assuming that council tax rises over the same period are very modest (and could even be a cash freeze to the tax payer depending upon any new government actions post election). All in all, it is probably fair to assume, from the combination of formula grant and council tax changes, that we will have a zero cash increase in the council's total net resources in each of the back 3 years. This compares to the £10.3m cash increase for next year, 2010/11, and normal spend pressures of at least £16m per year.

8. In terms of planning for those back years, all areas have been asked to look critically at "the 3 Ss", i.e, the current service offer, how it is supplied and how the service is managed. As part of this, Cabinet have already decided, in respect of the back 3 years:

- that options for 10% savings in the current cash cost of county wide support costs should be brought forward, including council wide initiatives;
- that the critical look described above for all services should bring forward options to reduce above average service costs down to the average for other County Councils;
- that services should plan on having to "consume their own smoke" in respect of any parallel reductions in specific grants from Central Government.

9. The initial findings from this medium term planning work will be considered at a future Cabinet meeting.

Update on 2010/11

10. On the basis of the County Council's originally assumed increase in council tax for next year of 3%, coupled with the planned increase in formula grant of £3.4m (3.6%), (now confirmed), increased cash resources of £10.3m were allocated as follows:

	£m
Base reduction in interest on balance	2,000
Base reduction in tax-base	450
Normal new borrowing costs	1,000
Unallocated contingency	450
Sub Total (1)	<u>3,900</u>
Adult Social Care – 2.5% increase	3,890
Looked After Children – 8% increase	1,300
Remaining CSD – 1% increase	555
Highways – 1.25% increase	226
Libraries, Building Maintenance and Waste – all 1% increase	394
Levies	55
All other areas (0%)	0
Sub Total (2)	<u>6,420</u>
TOTAL	<u>10,320</u>

Spending pressures 2010/11

11. In terms of spend pressures, as well as reflecting the updates for earlier national wage settlements, departments are assuming an average of 1% for the total of simple price and wage inflation in respect of 2010/11. If wage inflation is eventually held to zero that would reduce spend pressures (and hence savings requirements) by some £1m and/or it would provide more flexibility for departments to absorb price inflation that exceeded 1%. Total service spend pressures are broadly in line with earlier forecasts across all portfolios with the exception of Children's who now predict spending pressures of £6.2m or 8.8% compared to the previous forecasts of £2.4m or 3.4% in July. The position reflects the Director's assessed increases in Looked after Children costs particularly impacting in 2010/11 of £3.4m in total. Of this £1.2m reflects the underlying overspend in this area in 2009/10. In scale terms, the £3.4m increase for 2010/11 would be an increase of over 20% on the original budget for LAC in 2009/10. Even this assumption could be under pressure.

12. Adult Social Care are predicting £9.4m or 5.6% increase in 'normal' pressures – before issues of free personal care - and Transport and Environment are predicting £1.9m or 6.1%. In total, spending pressures amount to £21.9m as summarised in Annex C (with more detail in the supporting annexes).

Comparison with the Cash Allocations for 2010/11

13. Again this is summarised in Annex C. The overall position is:

	2010/11
	£m
Spending pressures	21.8
Cash Increase	9.8
Savings Required	<u>11.9</u>

14. Portfolios have put together their savings proposals based upon the cash limits and these have been discussed in detail with the relevant Scrutiny Committees. The detailed savings plans are dealt with in Annex D to this appendix but in summary savings are made up as follows:

	2010/11
	£m
Efficiency	11.5
Income Generation	0.2
Other savings	0.2
Total savings	<u>11.9</u>

This gives base savings of some £53.2m since 2002/03 and cumulative savings of £218m

Council Tax Base and Collection Surpluses/Deficits

15 All Councils have now provided their respective numbers as follows:

Band D Equivalent Tax Base

	2009/10	2010/11	increase	
	units	units	%	units
Eastbourne	37,009	36,572	-1.18%	-437
Hastings	29,117	29,348	0.79%	231
Lewes	37,856	38,185	0.87%	329
Rother	38,877	38,738	-0.36%	-140
Wealden	62,113	62,434	0.52%	322
	<u>204,972</u>	<u>205,277</u>	<u>0.15%</u>	<u>305</u>
	(roundings)			

Share of Collection Surplus/(-)Deficit falling on ESCC:

	2009/10	2010/11
	£'000	£'000
Eastbourne	0	-1,008
Hastings	0	0
Lewes	0	374
Rother	-25	-155
Wealden	197	107
	<u>172</u>	<u>-682</u>

16. This shows a better position than planned. While the reduction in tax base for Eastbourne is broadly in line with expectations; Hastings, Wealden and particularly Lewes are reporting growth where previously it was assumed the net position would be flat because of the recession. Rother are reporting a small reduction in tax base. Without the use of any other resources this larger than expected overall tax base means that the required council tax increase for 2010 now reduces from 3.0% to 2.7%.

17. As far as collection fund balances for 2010/11 are concerned the expected one-off deficit of £1m from Eastbourne has to be met, but given the surpluses for Wealden and Lewes, the net deficit reduces to £682,000. This can be met from the unused remaining £1.1m in the "interest on balance" reserve. (Members will remember a reserve of £3m was established for 2009/10 to provide a cushion against continued low interest rates but only £1.9m will be required).

External Efficiency Expectations

18. From 2008/09 (SR07), the Government replaced local efficiency targets with a 3% national efficiency target. At the same time, local efficiency achievements were to be reported on council tax leaflets and compared to what other county councils are achieving. Local contributions to this national percentage target would be reported as the performance indicator NI 179. The Annual Efficiency Statement (itself) ceased, but the same underlying processes, calculations and rigour transferred to NI 179 (Value for Money) arrangements. In the 2009 Budget, it was announced that the 2010/11 annual target would be raised to 4%.

19. Therefore, for some years now and also due to restricted external funding from the Government, the County Council has pursued a robust approach to securing efficiencies.

20. 2009/10 is the second year of the Government cumulative SR07 target, and the County Council has benefited from some £1.1m brought forward savings as an over-achievement from 2008/09. The County Council has been able to report efficiency savings of £8.5m to meet the "forward look" target share for 2009/10. If achieved the Government's cumulative 3% efficiency saving of £18.9m will have been achieved.

21. For 2010/11 we are concerned about the expectation the Government holds for additional efficiency savings. This increases to 4% in the 2009 Budget Report and means efficiency savings of £13.1m for 2010/11 will be required if the national target is to be achieved. The value currently budgeted for is £11.5m. In addition, recent Government announcements have added two further national expectations of local efficiency savings from changes to concessionary fares (£180m efficiency savings nationally) and personal care at home (£250m efficiency savings nationally) without consultation with local authorities on their achievability.

22. The County Council continues to deliver efficiency savings, despite difficult economic circumstances and, as mentioned above, cumulative efficiencies are expected to be worth almost £19m by the end of 2009/10. We are proud of our record in respect of efficiency, largely brought about by the years of general grant austerity, but it is becoming increasingly difficult to secure efficiency savings against what appears to be arbitrarily set "national" targets. Government calculations report that the County Council's £19m cumulative savings represent a band D saving of £92.

23. We continue to believe that including efficiency information on council tax bills in the manner proposed is misleading to our council taxpayers and we remain skeptical of the underlying approach.

Risks for 2010/11

24. As we know the Government is consulting on proposals to provide free personal care, in their own homes, to those with the highest needs. The intention is that Councils will no longer be able to raise charges on the personal care element of someone's care received at home if they meet the criteria. If approved the scheme would commence from October 2010. In the part year, the Government estimate the scheme will cost £335m, of which £210m will come from grant with the remaining £125m borne by local government and funded by (further) 'efficiency savings'. The gross cost in a full year (2011/12) is double this (i.e. £670m) with an assumed £250m falling on local government. The first full year would be outside the current Comprehensive Spending Review totals and in the context of as yet unknown totals for 2011/12 onwards.

25. For East Sussex, the assumed gross cost is £4m and the indicative grant allocation for 2010/11 is of the order of £2.5m, implying the cost to us, if the Government's figures are correct, is some £1.5m and double this in a full year. The reality, of course, is that efficiencies are already being sought to balance the existing budget pressure. Coping with this new pressure will inevitably result in having to reduce available resources for all care packages. Regrettably, we fear the cost of the scheme, and thus cost to us, is significantly understated. There are a number of variables and some significant unknowns, not least the number of people who currently self-fund their own care or rely very heavily on close family as carers. Both categories could now present a 'new' demand falling on the County Council as a result of the scheme. In addition, the assumed costs of weekly care could be much higher than the Government assume. Unfortunately, some of the detail of the scheme are yet to be finalised and the actual local experience will not be known until the scheme is actually up and running. It represents, however, a very significant budget risk.

26. As set out earlier the impact of the 'Baby P' case is resulting in a significant pressure in Children's services and must also be considered a significant budget risk. In addition the recent severe weather will, without doubt, increase reactive road maintenance costs in the short term.

Flexibility for 2010/11

27. As mentioned at previous Cabinet meetings, the new corporate energy contract (including for street lighting) will produce a part year saving in the current year but also an ongoing saving into 2010/11. Excluding schools the full year saving next year will exceed the excess energy inflation allocation of £1.0m provided to departments in base budgets in 2009/10. While departments can retain the one-off benefit now accruing in the current year, the base excess inflation provision for this purpose is no longer required for 2010/11. Removing that from departments generates a further £1.0m of base contingency that can be reallocated for other priorities.

28. As shown in the table at paragraph 10 there is also £450,000 of unallocated base flexibility. Beyond this there is a modest unallocated sum of £0.2m in respect of LABGI. There is also likely to be a sum from the County Council's share of the LAA reward grant. Due to the phasing of this grant the amount available in 2010/11 is likely to be some £0.6m

29. In total then, taking base and one-off flexibilities together a sum of £2.7m is available comprising:

	£m
Unused balance of interest equalisation reserve	0.42
Unallocated contingency (base)	0.45
Corporate energy saving (base)	1.00
LABGI	0.20
LAA reward grant	<u>0.63</u>
Total	2.70

The Deputy Leader will table his recommendation for use of this flexibility at the Cabinet meeting.

30. In summary, as it stands, the latest overall budget position is shown at Annex C.

The Medium Term Challenge

31. The latest estimates of the financial challenge over the medium term are set out below and, in short show a near £60m gap over the next 4 years:

	<u>10/11</u>	<u>11/12</u>	<u>12/13</u>	<u>13/14</u>
<u>'Normal' Pressures</u>				
Service Pressures (inc inflation)	18.3	14.8	14.2	14.0
Reduced Interest	2.0			
New Borrowing	1.0	1.0	1.0	1.0
Concessionary Fares Transfer		1.0		
Misc/New Risks	0.5	1.0	1.0	1.0
	<u>21.8</u>	<u>17.8</u>	<u>16.2</u>	<u>16.0</u>
	10/11	11/12	12/13	13/14
<u>Additional Cash</u>				
Council Tax Increase	6.4	3.0	3.0	3.0
Grant Change	3.4	(3.0)	(3.0)	(3.0)
Reduced Tax Base				
	<u>9.8</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Annual Gap	11.9	17.8	16.2	16.0
Cumulative Gap	11.9	29.7	45.9	61.9

(Note: Given uncertainties in the future, after consultation with the Deputy Leader, the council tax increase for 2011/12 onwards has been held at some 1.5% per annum. The actual levy to the tax payer could be zero depending on possible new government decisions).

32. Added to these medium term pressures, are the very likely parallel reductions in specific grants as well as any ongoing (or new) 'abnormal' pressures into 2011/12 onwards such as arising out of the 'Baby P' case and free care. The position for the medium term will need to be further updated over the coming months including for already announced changes in national Insurance and other changes after the Election.

Statement of Reserves

33. Set out at Annex E as required, is the Council's statement of reserves. The most significant reserves are already committed and relate to financing the capital programme, the waste and schools PFI schemes and insurance. The Council's policy on general balances is to maintain a normal level of 2.25% of net service spending (excluding DSG and now ABG).

34. I am satisfied that for the purposes of the Council's budget planning the estimates of spending pressures and consequent savings proposals have been put together in a sound and proper way. There are, however, very significant risks concerning the ongoing challenges of responding to demand pressures in year, especially in relation to Adult Social Care and Children's. The capital programme report also highlights significant risks which could

ultimately have revenue consequences (e.g. link road and academies) but in a sense these are almost normal risks. That does not make them any less challenging but they are now compounded by the new uncertainty of “free” social care and the continued and growing financial effects of the ‘Baby P’ case.

35. The Council has very limited flexibility to support budget shifts in-year. The impact of the election could also be extremely significant to our financial assumptions, even for 2010/11. It becomes even more vital, therefore, to ensure proper saving plans are in place and that both revenue and capital budgets are monitored carefully as part of the Council’s established performance management arrangements. In the latter case it will be crucial to ensure capital spend is based upon confirmed resources. For revenue, it will be crucial for all departments to ensure cash limits are respected but our record to date is generally good in that regard.

36. For 2011/12 onwards there is no doubt that the stark position of the public finances will require very significant reductions in spend. Indeed the only debate is how significant such cuts may need to be. That will affect local government both revenue and capital. The Council has sought to put in place sensible planning tools to navigate through this. It will be vital to maintain momentum in 2010/11 to ensure deliverable and sustainable plans are put in place for the medium term.

37. Overall, against a more challenging outlook than at any time in recent years, I remain satisfied that general reserves, albeit set at a prudent minimum level, are sufficient to provide reasonable risk protection for the Council.

Risk Management

38. The latest strategic risk log was presented to Cabinet in on 24 November 2009. While this is being updated in the usual way there is unlikely to be any significant changes to the version already seen. Key strategic risks, in addition to the recession effects already referred to, include:

- impact of the ‘Baby P’ case;
- responding to “Putting People First” and “Free Care” in adult social services;
- capital risks and delivery of large complicated projects;
- impact of making savings including effective implementation of business restructurings
- impact of the election.

Income

39. In line with the Councils policy on fees and charges all existing and new areas of raising income have been reviewed. The results of these reviews are set out as proposals for income generation in Annex E.

Sean Nolan
Deputy Chief Executive and Director of Corporate Resources

Supporting Annexes

Annex A	ESCC Grant Consultation Response
Annex B	Area Based Grants from 2009/10 to 2010/11
Annex C	Draft budget 2010/11
Annex D	Departmental Summary and Pressures and Savings Plans for 2010/11
Annex E	Statement of Reserves
Annex F	Income Proposed Fees and Charges

**Corporate Resources
Directorate**

Sean Nolan
BA CPFA
Deputy Chief Executive and
Director of Corporate Resources

P.O. Box 3
County Hall
St. Anne's Crescent
Lewes
East Sussex
BN7 1UE

Telephone Lewes
(01273) 481000
Fax (01273) 482848
WEBSITE: <http://www.eastsussex.gov.uk>



Andrew Lock
Communities and Local Government
Zone 5/J2
Eland House
Bressenden Place
London SW1E 5DU

date
5 January 2010

when responding please contact

Steve Potts

Direct line 01 273 482579

our ref

SEP

your ref

Dear Mr Lock,

Consultation Response: Local Authority Finance (England) Revenue Support Grant for 2010/11 and Related Matters

Thank you for the opportunity to respond to this consultation.

In the Pre-Budget Report, and over the medium term, the Chancellor provided a degree of certainty for police authorities, the NHS and schools, by promising to protect spending on the front-line. No such promise was made to local government, despite councils, such as our own, delivering crucial services which our communities rely on. Having benefited from the introduction of three year Settlements, the current uncertainty of the Spending Review delay is now making financial planning for the medium term difficult.

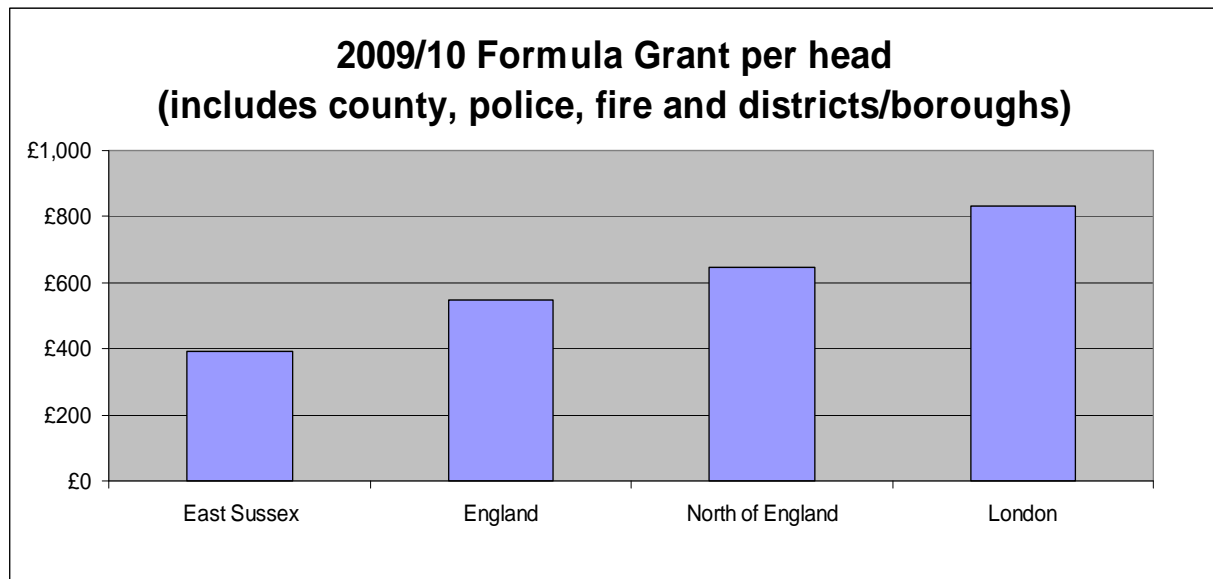
Grant increases for 2010/11

My County Council welcomes our increase in grant of 3.6% (£3.5m) for 2010/11. We also welcome the decision not to reopen the 2010/11 Local Government Settlement announced last year, and thereby continuing to provide the financial stability promised by multi-year settlements. The Government are to be commended for this.

As you will know, East Sussex CC grant increases had been at the minimum floor level for a number of years and, before this, increases were almost wholly “passported” directly to education and schools services. We are therefore pleased that the planned-for increases continue to take the County Council above the “floor” threshold. You will appreciate that my County Council’s grant increases, while welcomed for their improvement, do nothing to replenish the funding disadvantage experienced by my County Council during those previous years.

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This is exemplified by the following graph for 2009/10 which shows the relative amounts of grant received by the geographic East Sussex county in comparison to elsewhere nationally.



We welcome the non-ringfenced nature of Area Based Grant (ABG). However we feel that the “non-ringfenced” label continues to be rather overplayed because, for the most part, the funding does not represent new money. Much of the funding is more than accounted for by current service obligations. Therefore we do regret that, for the most part, no inflation uplift has been added to this sum.

Efficiency

We are concerned about the expectation the Government holds for additional efficiency savings. The announced additional savings of £550m per year by 2012/13 in the Pre-Budget Report is in addition to the £4.9bn target for the CSR07 period, which was increased to £5.5bn in the last Budget. It is disappointing that the latest announcements on savings, which also include savings expected from concessionary fares and personal care at home, have been identified by Government without consultation with local authorities. These topics are dealt with in greater detail below.

My County Council continues to deliver efficiency savings, despite difficult economic circumstances and these cumulative efficiencies are expected to be worth almost £19m by the end of 2009/10. We are proud of our record in respect of efficiency, largely brought about by the years of general grant austerity mentioned above together with a policy of keeping council tax increases as low as possible. We have worked very hard to improve our services, spend our money wisely and provide good value for money. We continue to believe that securing efficiency is crucial for the provision of our services. At the same time, it is becoming increasingly difficult to secure efficiency savings by delivering them against what appears to be arbitrarily set “national” targets.



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We continue to believe that including efficiency information on council tax bills in the manner proposed is misleading to our council taxpayers. We remain skeptical of the underlying approach. The decision that a figure for forecast cumulative efficiencies expressed as a percentage of baseline data will no longer be required is welcome. However, we believe that the publication requirements are unduly prescriptive and the published information has been largely ignored by council tax payers.

Spending Pressures

In acknowledging the grant increase received, we need to measure this against the significant spending pressures we experience from increased demand for services. The costs for adult social care services, children's services and waste management are each placing significant strains on our budget. We continue to regret the decision by the Government to increase the landfill tax escalator and not to match the commitment as revenue neutral for councils. This new burden therefore falls directly on my County Council and local council taxpayers.

We believe that the impact of recession is likely to increase spending pressures on our essential services, at a time when the local incomes' level amongst our council taxpayers and services users is restricted. For the County Council, this general impact is increased by the loss of interest income to our reserves and balances as base rates continue to be low.

In addition, while commending the consistency and certainty of the proposed grant increases for next year, we have to express our enormous concern at the sudden and very significant unfunded burden, arising from potential free personal care proposals, that will start to fall on the County Council in 2010/11.

As you know, the Department of Health has issued a consultation to make personal social care at home free for all those in critical need, regardless of their financial circumstances. At present those with savings over £23k pay for such care. The national cost of this announcement has been determined at £670million in the full year made up of £420million in central funding and £250million from local government efficiency savings (as mentioned above).

Apart from a significant lack of detail about scope, statistics and costs to support this major care proposal, the Government is in clear breach of its commitment not to pass on unfunded burdens to local authorities (albeit in the guise of "efficiency" savings). There are many uncertainties about how this new policy will be implemented and paid for, which adds to the burden of uncertainty affecting County Council financial planning. In providing this sum as part of Area Based Grant (ABG), it is apparent that further pressure will be placed upon the "non-ring fenced" freedom of this funding, supposedly to increase local spending freedoms. We believe that the separately calculated elements of ABG should continue to be published for each local authority, or that this funding be provided by a Special Grant.



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Other Issues

Area Cost Adjustment: My County Council has long affirmed that its major funding unfairness is due to inadequate Area Cost Adjustment (ACA) reasoning and funding. Ultimately we believe that there are flaws in the argument that local earnings and local costs always coincide.

We welcomed the helpful analysis provided by the “Sense checking” paper considered by Settlement Working Group (SWG–09-04). The paper (page 3 para.8) supports our case that we are a high cost area with depressed local general wages due to having significant low paying industries (for us, they are mainly agriculture and tourism). We strongly disagree with the view that the working population accepts a higher cost of living, relative to local wages, to live in an attractive area such as East Sussex. The County Council has to compete in the same labour market as other local authorities, to provide essential services. It also has to pay a “South East” cost premium for the essential services it provides. Local general wages (biased towards low paying industries) bear no relationship to the costs we incur to attract our teachers, social workers and the wide range of professional staff that we employ. Ultimately local residents have to face the “double-whammy” of reduced formula grant and resulting higher council tax or lower service levels in an a demonstrably high living cost area that is economically supported by depressed local wage levels.

We remain of the view that Area Cost Funding should be distributed on a regional, rather than local basis.

Waste Management: Waste Management is an established cost for local authorities, which is greater nationally than other current funding blocks. Its costs have risen and continue to rise by much more than the general levels of local authority spending. Its funding, however, is retained unidentifiably within the general EPCS funding block in a manner which does not take account of increasing expenditure on waste, including the impact of landfill tax.

Concessionary Fares: We welcome the Government’s acknowledgement that the current distribution of Special Grant for concessionary bus travel has led to significant under-funding in many Travel Concession Authorities. Despite the proposed reallocation of Special Grant in 2010/11, my County Council remains concerned the overall level of funding is insufficient to meet the costs of providing the scheme, particularly in rural areas and spread communities. Following the Department for Transport’s announcement that responsibility for concessionary travel will be transferred to county councils from April 2011, my County Council wishes the Government to maintain distribution via Special Grant, rather than including the amount in Formula Grant as has been proposed. Once again, in suggesting that efficiency savings of £180million can be achieved, the Government appears to be in clear breach of its commitment not to pass on unfunded burdens to local authorities. The introduction of the Special Grant in 2008/09 was to address the problem that the four-block model was unable to distribute funding in the correct way. This remains the



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case and therefore the Special Grant should remain until a correct distribution can be achieved.

Four Block Model: Since the introduction of the four-block model, the annual Revenue Support Grant Settlement has become a paradoxical affair. Annual grant increases are clearly identifiable and transparent, but beneath the surface, the calculation of the grant allocations continues to be too hard to decipher. We believe that the four block model is indefensible in terms of the transparency, simplicity, comparability and accountability it provides.

Conclusion

We continue to hope that you find our consultation responses both informative and constructive. I then hope that you will give special consideration to the future and unresolved funding issues in East Sussex. My request is for a fairer funding outcome for the council tax payers of East Sussex, in a manner that will enable us to maintain and improve efficient, quality, and also vital, core services.

East Sussex is not a high spending authority and regrets that, despite this, it has to levy a higher than fair council tax burden on a local population which is both elderly and characterised by low and fixed incomes.

Yours sincerely,

A handwritten signature in black ink, appearing to be 'S J [unclear] -', written in a cursive style.

Deputy Chief Executive and Director of Corporate Resources



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Area Based Grant Allocation

Provisional Settlement -Nov 2009		Feb-09	Nov-09		Nov-09		
Area Based Grant	2009/10 £m	2009/10 £m	£m change	2010/11 £m	£m change	%age change	
	a	b	b-a	c	c-b	c/b%	
Total ABG Grant Due	24.906	25.124	0.218	36.123	10.999	44%	
This total includes the following funding streams:							
Childrens Services							
Social care checks		0.001	0.001		-0.001	-100%	
School Development Grant	0.739	0.739		0.739			
Extended Schools Start Up Costs	1.457	1.457		0.599	-0.858	-59%	
Primary National Strategy - Central Co-ord	0.273	0.273		0.273			
Secondary National Strategy - Central Co-ord	0.242	0.242		0.243	0.001	0%	
Secondary National Strategy - Behaviour & Attendance	0.126	0.126		0.126			
School Improvement Partners	0.205	0.205		0.205			
Education Health Partnerships	0.096	0.142	0.046	0.096	-0.046	-32%	
School Travel Advisors	0.062	0.062		0.062			
Choice Advisers	0.037	0.037		0.037			
School Intervention Grant	0.131	0.131		0.131			
14-19 Flexible Funding Pot	0.134	0.134		0.135	0.001	1%	
Sustainable Travel General Duty	0.036	0.036		0.036			
Extended Rights to Free Transport	0.420	0.420		0.627	0.207	49%	
Connexions	4.128	4.128		4.134	0.006	0%	
Childrens Fund	1.027	1.027		1.027			
Child Trust Fund	0.009	0.009		0.010	0.001	11%	
Positive Activities for Young People	0.179	0.179		0.232	0.053	30%	
Teenage Pregnancy	0.186	0.186		0.186			
Childrens Social Care Workforce	0.147	0.147		0.147			
Youth Taskforce	0.000	0.000		0.000			
Care Matters White Paper	0.380	0.391	0.011	0.441	0.050	13%	
Child Death Review Processes	0.060	0.060		0.062	0.002	3%	
Young Peoples Substance Misuse	0.063	0.063		0.063			
Young People Substance Misuse Partnership	0.106	0.106		0.106			
Carers	0.493	0.493		0.527	0.034	7%	
Child and Adolescent Mental Health Services	0.792	0.792		0.830	0.038	5%	
Designated Teacher Funding		0.029	0.029	0.029			
Total for Childrens	11.528	11.615	0.087	11.103	-0.512	-4%	
Adult Social Care							
Adult Social Care Workforce	1.432	1.432		1.478	0.046	3%	
Carers	1.971	1.971		2.107	0.136	7%	
Learning and Disability Development Fund	0.357	0.357		0.358	0.001	0%	
Mental Capacity Act and Independent Advocate Service	0.302	0.302		0.291	-0.011	-4%	
Mental Health	1.199	1.199		1.260	0.061	5%	
Supporting People Administration	0.300	0.300		0.257	-0.043	-14%	
Supporting People 09/10 onwards		0		11.561	11.561	100%	
Preserved Rights	5.069	5.069		4.787	-0.282	-6%	
Total for Adults	10.630	10.630	0.000	22.099	11.469	108%	
Transport							
Pitt Review (Surface Water Management Plans)		0.120	0.120	0.055	-0.065	-54%	
Road Safety Grant (Currently WSCC partnership)	0.884	0.884		0.899	0.015	2%	
Rural Bus Subsidy	1.003	1.003		1.029	0.026	3%	
Total for Transport	1.887	2.007	0.120	1.983	-0.024	-1%	
Chief Executives							
Economic Assessment Duty				0.065	0.065	100%	
Community Call		0.011	0.011	0.012	0.001	9%	
Stronger Safer Communities Fund	0.624	0.624		0.624			
Local Involvement Networks	0.237	0.237		0.237			
Total for Chief Executives	0.861	0.872	0.011	0.938	0.066	8%	
Total	24.906	25.124	0.218	36.123	10.999	44%	
Summary							
On-going grants		25.123		24.497	-0.626	-2%	
Discontinued Grants		0.001			-0.001		
New Grants				11.626	11.626		
Total		25.124		36.123	10.999	44%	

EAST SUSSEX COUNTY COUNCIL REVISED GUIDELINES	Adjusted Base	Assessed Spending Pressures		Allowed Cash Increase		Savings Required		Allowed One off Items		2010/11 Budget	
		2009/10 £000		2010/11		2010/11					
		£000	%	£000	%	£000	%	£000	%	£000	%
Chief Exec (exc Libraries)	11008	206	1.9%	0	0.0%	-206	-1.9%		0.0%	11,008	0.0%
Libraries	6624	100	1.5%	67	1.0%	-33	-0.5%		0.0%	6,691	1.0%
Total CEX	17632	306	1.7%	67	0.4%	-239	-1.4%		0.0%	17,699	0.4%
CRD (exc Building Maintenance)	5804	124	2.1%	0	0.0%	-124	-2.1%		0.0%	5,804	0.0%
Building maintenance	4820	48	1.0%	48	1.0%	0	0.0%		0.0%	4,868	1.0%
Total CRD	10624	172	1.6%	48	0.5%	-124	-1.2%		0.0%	10,672	0.5%
Total Childrens	70817	6,229	8.8%	1,855	2.6%	-4,374	-6.2%		0.0%	72,672	2.6%
Adult Social care	166878	9,371	5.6%	3,890	2.3%	-5,481	-3.3%		0.0%	170,768	2.3%
T&E - Excluding Highway Mtce	13939	733	5.3%	0	0.0%	-733	-5.3%		0.0%	13,939	0.0%
T&E - Highway Mtce	18082	1,209	6.7%	226	1.2%	-983	-5.4%		0.0%	18,308	1.2%
T&E excl Waste	32021	1,942	6.1%	226	0.7%	-1,716	-5.4%		0.0%	32,247	0.7%
Waste	27897	279	1.0%	279	1.0%	0	0.0%		0.0%	28,176	1.0%
Service Spend Total	325869	18,299	5.6%	6,365	2.0%	-11,934	-3.7%		0.0%	332,234	2.0%
Treasury Management etc	35522	3,127	8.8%	3,127	8.8%	0			0.0%	38,649	8.8%
Redundancy Provision	500									500	
Pension Valuation Increase	800									800	
Use of reserves to fund collection deficit other one off resources								-682		0	
Unallocated Contingency	1000	450		450		0				-682	
Other Levies	365	15		15		0				1,450	
										380	
	38187	3,592	9.4%	3,592	9.4%	0	0.0%	-682	-1.8%	41,097	7.6%
Less Area Based Grant	-36123									-36,123	
Grand Total	327933	21,891	6.7%	9,957	3.0%	-11,934	-3.6%	-682	-0.2%	337,208	2.8%
Financed from:											
Formula Grant	96,658									100,118	3.6%
Council Tax	231,103									237,772	
CT surplus/ (deficit) from earlier years	172									-682	
	327,933									337,208	
Council Tax	£1,127.49									£1,158.30	£30.81
increase %	3.5%									2.7%	
Estimated Tax base	204,972									205,277	0.15%

ESCC - Budget Analysis 2009/10 to 2010/11

Service Area	2009/10 Adjusted Base	Normal Inflation	Other spending pressures	Total spending pressures	Allowed cash increase	% allowed cash increase	Savings required to meet cash limit	% savings to meet cash limit	2010/11 Cash Limit	One-offs for 2010/11	2010/11 Budget	Budget increase 2009/10 to 2010/11
	£000s	£000s	£000s	£000s	£000s	%	£000s	%	£000s	£000s	£000s	%
Adult Social Care	166,878	466	8,905	9,371	3,890	2.3%	-5,481	-3.3%	170,768	0	170,768	2.3%
Chief Executives	17,632	191	115	306	67	0.4%	-239	-1.4%	17,699	0	17,699	0.4%
Children's	70,817	769	5,460	6,229	1,855	2.6%	-4,374	-6.2%	72,672	0	72,672	2.6%
Corporate Resources	10,624	147	25	172	48	0	-124	0	10,672	0	10,672	0
Transport & Environment excl Waste Disposal	32,021	374	1,568	1,942	226	-0.2%	-1,505	-2.1%	32,458	0	32,458	0.6%
Waste Disposal	27,897	182	97	279	279	1.0%	-211	-0.8%	27,965	0	27,965	0.2%
TOTAL	325,869	2,129	16,170	18,299	6,365	2.0%	-11,934	-3.7%	332,234	0	332,234	2.0%

Adult Social Care - Budget Analysis 2009/10 to 2010/11

Service Area	2009/10 Adjusted Base £000s	Normal Inflation £000s	Other spending pressures £000s	Total spending pressures £000s	Allowed cash increase £000s	% allowed cash increase %	Savings required to meet cash limit £000s	% savings to meet cash limit %	2010/11 Cash Limit £000s	One-offs for 2010/11 £000s	2010/11 Budget £000s	Budget increase 2009/10 to 2010/11 %
Older People	78,067	266	4,894	5,160	2,192	2.81%	-2,968	-3.80%	80,259	0	80,259	2.81%
Physical Disability	16,986	16	1,506	1,522	1,224	7.21%	-298	-1.75%	18,210	0	18,210	7.21%
Learning Disability	30,758	46	1,658	1,704	-177	-0.58%	-1,881	-6.12%	30,581	0	30,581	-0.58%
Mental Health	11,893	7	257	264	80	0.67%	-184	-1.55%	11,973	0	11,973	0.67%
Other Adults	13,008	5	111	116	116	0.89%	0	0.00%	13,124	0	13,124	0.89%
Management and Support	16,166	126	479	605	455	2.81%	-150	-0.93%	16,621	0	16,621	2.81%
To be allocated above												
TOTAL	166,878	466	8,905	9,371	3,890	2.33%	-5,481	-3.28%	170,768	0	170,768	2.33%

Budget increase 2009/10 to 2010/11 %
1.0%
0.4%
-0.3%
0.4%

Annex D

Childrens - Budget Analysis 2009/10 to 2010/11

Service Area	2009/10 Adjusted Base £000s	Normal Inflation £000s	Other spending pressures £000s	Total spending pressures £000s	Allowed cash increase £000s	% allowed cash increase %	Savings required to meet cash limit £000s	% savings to meet cash limit %	2010/11 Cash Limit £000s	One-offs for 2010/11 £000s	2010/11 Budget £000s	Budget increase 2009/10 to 2010/11 %
Children & Families	71,737	723	4,960	5,683	2,712	3.8%	-2,971		74,449		74,449	
Learning & School Effectiveness	20,431	226	0	226	-666	-3.3%	-892		19,765		19,765	
Management & Support	-21,351	-180	500	320	-191	0.9%	-511		-21,542		-21,542	
TOTAL	70,817	769	5,460	6,229	1,855	2.62%	-4,374	-6.18%	72,672	0	72,672	2.62%

Corporate Resources - Budget Analysis 2009/10 to 2010/11

Service Area	2009/10 Adjusted Base £000s	Normal Inflation £000s	Other spending pressures £000s	Total spending pressures £000s	Allowed cash increase £000s	% allowed cash increase %	Savings required to meet cash limit £000s	% savings to meet cash limit %	2010/11 Cash Limit £000s	One-offs for 2010/11 £000s	2010/11 Budget £000s	Budget increase 2009/10 to 2010/11 %
Finance	1,028	11		11	-32		-43		996		996	
Audit	965	8		8	8		0		973		973	
ICT	2,726	44		44			-44		2,726		2,726	
Property exc building maintenance	89	25		25			-25		89		89	
Building maintenance	4,931	48		48	48		0		4,979		4,979	
Miscellaneous	885	11	25	36	24		-12		909		909	
TOTAL	10,624	147	25	172	48	0.45%	-124	-1.17%	10,672	0	10,672	0.45%

Transport & Environment - Budget Analysis 2009/10 to 2010/11

Service Area	2009/10 Adjusted Base £000s	Normal Inflation £000s	Other spending pressures £000s	Total spending pressures £000s	Allowed cash increase £000s	% allowed cash increase %	Savings required to meet cash limit £000s	% savings to meet cash limit %	2010/11 Cash Limit £000s	One-offs for 2010/11 £000s	2010/11 Budget £000s	Budget increase 2009/10 to 2010/11 %
Management & Support	4,706	70	174	244	0	0.00%	-975	-20.72%	3,975		3,975	-15.53%
Highways Maintenance	18,082	222	987	1,209	226	1.25%	-326	-1.80%	18,965		18,965	4.88%
Traffic & Safety	1,815	(27)	182	155	0	0.00%	-150	-8.26%	1,820		1,820	0.28%
Environment	1,804	18	100	118	0	0.00%	-54	-2.99%	1,868		1,868	3.55%
Passenger Transport	3,730	66	0	66	0	0.00%	0	0.00%	3,796		3,796	1.77%
Planning	1,884	25	125	150	0	0.00%	0	0.00%	2,034		2,034	7.96%
Waste Management	27,897	182	97	279	279	1.00%	-211	-0.76%	27,965		27,965	0.24%
TOTAL	59,918	556	1,665	2,221	505	0.84%	-1,716	-2.86%	60,423	0	60,423	0.84%

Annex D

4 Year Financial Summary - Adult Social Care

2009/10 £000s		2010/11 £000s	2011/12 £000s	2012/13 £000s	2013/14 £000s
155,605	Cash limit	170,768	170,768	170,768	170,768
	Includes:-				
	New One-off items				
10,630	Area Based Grant	11,469	-	-	-
(20)	Other Base adjustments	(196)	-	-	-
7,437	Allowed cash increase of	3,890			
Spending Pressures & Priorities					
3,803	Normal Inflation	466	3,415	3,415	3,415
1,756	Excess inflation	-	-	-	-
	Additional Pressures:				
	Demand on Purchased Independent Sector Care				
1,519	Older People	3,133	1,982	1,839	1,621
615	Physical Disabilities	874	508	508	508
420	Learning Disabilities	765	445	445	445
257	Mental Health	100	30	30	30
17	Other Adults	(58)	(5)	(5)	(5)
615	Impact of the reduction in Government Grants (assuming 10% reduction on specific grants by 2013/14)	423	537	555	548
	Directly Provided Services:				
736	Older People (including Agewell)	885	1,130	953	542
856	Physical Disabilities	305	10	(7)	-
262	Learning Disabilities	818	3	-	-
-	Mental Health	90	107	(72)	-
286	Management and Support	229	-	(76)	(1)
98	Ongoing Review of Directly Provided Services	381	145	-	-
62	Extra Care Housing Scheme Developments	132	539	108	-
-	Investment in Telecare, Lifeline and Equipment services	285	-	-	-
-	ASC Emergency Duty Service	328	-	-	-
18	Independent Safeguarding Authority	65	11	-	-
387	Statutory changes to staff terms and conditions	150	-	-	-
11,707	Total spending pressures to be funded	9,371	8,857	7,693	7,103
Less:					
	a) Efficiency savings				
	Within Independent Sector Care:				
	Service developments supporting personalisation and Improvements in procurements of service placements				
-	Older People	(1,218)	(3,700)	(3,528)	(3,247)
-	Physical Disabilities	(298)	(662)	(662)	(662)
-	Learning Disabilities	(1,343)	(1,684)	(1,684)	(1,684)
-	Mental Health	(19)	(519)	(519)	(519)
-	Working Age Adults - activity review & better procurement	(165)	(331)	(413)	(249)
	Within Directly Provided Services				
(1,362)	Ongoing Review of Directly Provided Older People Services	(1,750)	(696)	-	-
(796)	Ongoing Review of Directly Provided LD Services	(538)	(578)	(200)	(55)
-	Review of services supporting the delivery of personalisation	(150)	(687)	(687)	(687)
(569)	Improved Procurement of Older People Services	-	-	-	-
(300)	Improved Procurement of Learning Disability Placements	-	-	-	-
(1,000)	Completion of Continuing Health Care assessments	-	-	-	-
(243)	Other savings	-	-	-	-
(4,270)		(5,481)	(8,857)	(7,693)	(7,103)
	b) Other savings				
-	Fairer Charging Income	-	-	-	-
(4,270)	Total savings	(5,481)	(8,857)	(7,693)	(7,103)
7,437	Cash change	3,890	-	-	-

4 Year Financial Summary - Chief Executive's Department

2009/10 £000s		2010/11 £000s	2011/12 £000s	2012/13 £000s	2013/14 £000s
18561	Cash limit	17,699	17,699	17,699	17,699
	Includes:-				
990	New One-off items				
861	Area Based Grant	77	0	0	0
43	Other Base adjustments	-1,006			
224	Allowed cash increase of	67			
Spending Pressures & Priorities					
320	Normal Inflation	191	344	344	344
227	Excess inflation				
	Increased rents for Libraries, Archives and Registration properties	2	22	7	25
	SAP charges	19			
	CAA/NIS	60			
	New Independent Safeguarding Authority regime	4	10	10	10
	Modern Records storage - responding to increased document		50		
	Extension of electronic self-service to all medium sized libraries		200		
	Trading Standards 'Local Life Show'		25		
	County Council elections (no joint election planned for 2013 - all				750
722	Total spending pressures to be funded	306	651	361	1129
Less:					
a) Efficiency savings					
	Income targets for traded & discretionary services (e.g. Legal, Personnel, Registration etc...)	-25			
	Final year of the 4-year programme to deliver changes to Managerial, support and team structures	-40			
	Other cash limited savings to be applied to various discretionary budgets	-62			
-313		-127	0	0	0
b) Other savings					
-60	Libraries stocks investment levels capped	-22			
-35	Balance for future years savings target		-376	-361	-379
-90	Unmet pressures Elections	-90	-275		-750
-185		-112	-651	-361	-1129
-498	Total savings	-239	-651	-361	-1129
224	Cash change	67	0	0	0

4 Year Financial Summary - Children's Department

2009/10 £000s		2010/11 £000s	2011/12 £000s	2012/13 £000s	2013/14 £000s
72,500	Cash limit	72,672	72,672	72,672	72,672
	Includes:-				
1,018	New One-off items				
11,528	Area Based Grant	(425)	0	0	0
(84)	Other Base adjustments	(1,258)			
2,383	Allowed cash increase of	1,855			
Spending Pressures & Priorities					
1,189	Normal Inflation	769			
1,780	Excess inflation (per analysis)				
	LAC pressures - ongoing effect of 2009/10	1,140			
	LAC pressures - additional numbers 2010/11	2,250			
	SEN and Disability Service - increase in numbers	650			
103	Home to School Transport - pupil numbers/policy changes	(10)			
	Integrated Area Children Services - increased number of	930			
250	Child Protection posts				
	One-off savings 2009/10	500			
3,322	Total spending pressures to be funded	6,229	0	0	0
Less:					
a) Efficiency savings					
(250)	Home to School Transport - efficiency savings				
(462)	Use specific grant to fund core services	(1,500)			
(120)	School Improvement Service - bring service in house	0			
	Planning & Performance Management - staffing & other				
(57)	expenses	0			
	Contracts				
(10)	Management -	0			
(15)	Joint use facilities-efficiency savings in running costs	0			
	Combined Services funded from Dedicated Schools Grant with				
	the agreement of the Schools Forum.	(750)			
	Efficiency savings from value-for-money review of services	(849)			
	HR strategy changes	(400)			
	Staffing - turnover factor	(320)			
	Improve procurement practices	(250)			
	Reduce costs of meetings and personal devices	(130)			
	Rationalisation of accommodation	(100)			
	Service Level Agreements with central departments	(75)			
(914)		(4,374)	0	0	0
b) Income generation					
(25)	Additional services to schools				
(25)		0	0	0	0
c) Other savings					
	Home to School Transport - effect of new policies on				
(41)	denominational and non-designated schools				
(100)	Integrated Area Children's Services				
(55)	Integrated looked After Children				
(145)	SEN and Disability Services - agency and staffing				
(76)	Connexions - staffing & operating costs				
(41)	Early Years - Play Development Services fund from grant				
(24)	Learning & School Effectiveness - staff and other expenses				
(482)		0	0	0	0
482	Carry-forward underspend/one-off funding				
482		0	0	0	0
(939)	Total savings	(4,374)	0	0	0
2,383	Cash change	1,855	0	0	0

4 Year Financial Summary - Corporate Resources

2009/10 £000s		2010/11 £000s	2011/12 £000s	2012/13 £000s	2013/14 £000s
10,708	Cash limit	10,672	10,672	10,672	10,672
	Includes:-				
175	New One-off items *				
0	Area Based Grant	0	0	0	0
-45	Other Base adjustments	-84			
164	Allowed cash increase of	48			
<hr/>					
	Spending Pressures & Priorities				
241	Normal Inflation	147	260	260	260
204	Excess inflation				
	Building maintenance		250		
	External audit fee increases	25			
	CBOSS increase in annual contract costs				200
445	Total spending pressures to be funded	172	510	260	460
<hr/>					
	Less:				
	a) Efficiency savings				
-14	CBOSS				
-27	Audit & Performance				
0	ICT Agency				
-3	Property				
0	Finance - Reduction in staffing costs	-27			
-10	Savings in management and support				
-54		-27	0	0	0
	b) Other savings				
	To be identified		-510	-260	-460
-127	Finance - Reduction in augmented pension	-16			
-100	ICT Additional Income	-44			
	Property - additional saving to be identified	-25			
	Misc - reduction in subscription costs	-12			
-281	Total savings	-124	-510	-260	-460
164	Cash change	48	0	0	0

4 Year Financial Summary - Transport & Environment Department

2009/10 £000s		2010/11 £000s	2011/12 £000s	2012/13 £000s	2013/14 £000s
61,318	Cash limit	60,423	60,404	60,404	60,404
	Includes:-				
800	One-off items *	0			
1,887	Area Based Grant	96			
12,668	Other Base adjustments	-1,496	-19		
1,801	Allowed cash increase / decrease (-) of	505	0	0	0
Spending Pressures & Priorities					
917	Normal Inflation	556	514	514	514
	Transfer to Waste reserve	97	0	0	0
1,369	Excess inflation (construction)	475	500	500	500
132	Maintenance cost arising from capital programme	111	100	100	100
	Refurbishment of major structures				
100	Transfer Support for Bus Services to Parking (remove base contribution from parking)	124	0	0	
	Speed Awareness training surplus being transferred to a reserve				
30	Waste & Minerals Core Strategy	70	-60	0	
	Planning consultants	0	-30	0	
15	Cuckmere Estuary Project	0	-15	0	
55	3rd Local Transport plan	55	-110	0	
20	Casual Worker Pay				
350	Waste Reserve contribution				
	Re-tendering highways contract	100	0	-50	-50
	Capacity for service reviews	50	0	-50	
	Restructure management	50	-25	-25	
	KSI post	44	-22	-22	
	Flood & Water Management Bill	100	0	0	
	Carbon Reduction Commitment (CRC)	0	186	-93	0
	Exec Assistant	32	0	0	0
	E Recruitment	30	0	0	0
	Occupational Health SLA	12			
	Repayment of Highways prudential borrowing	315	415	120	0
2,988	Total spending pressures to be funded	2,221	1,453	994	1,064
Less: a) Efficiency savings					
	Staff structural savings	-670	-584	-50	0
	Winter maintenance - reduction in pre-salting	0	0		
	Withdrawal of financial support to external organisations				
	Reduction in cost of abandoned Vehicles contract				
	Depot Rationalisation				
(30)	Training Budget				
(30)	ICT Investment				
(100)	"Time off in lieu" over Overtime				
(30)	Supplies & Services				
(20)	Reduction in Business Travel	0			
(50)	Staffing - Full Year Effect of Restructure				
(547)	Highways - Operational efficiencies				
(30)	Highways - Street Lighting (invest to save)				
(25)	Parking agreement with Lewes				
(20)	Environment - Contributions to 3rd parties				
(20)	Transport Data Monitoring				
(20)	Planning - Specific consultancy				
(40)	Re-tendered leachate contract		0	0	0
(10)	Environmental awareness programme	-174	0	0	0
	Leachate treatment savings from invest to save	-25	-25		
	Terminate involvement in 'Operation Crackdown'	-12			
	Changes to Agency agreements (Highways)	0	-500		
	Changes to Agency agreements (Parking)	0	-240		
	Street lighting energy saving	-26	-10		
	New Highways Contract Rate Saving			-500	-1000
	Reduction in reactive Mtce after 1st year Capital Investment	-200	-300	-500	
(972)		(1,107)	(1,659)	(1,050)	(1,000)
b) Other savings					
	Increase in fees and charges				
	Highways works reduction				
	Passenger Transport - reduction in bus services				
	Reduction in consultancy & supplies and services budgets				
(50)	Highways - New signs & Lines				
(25)	Parking - Income from Commercial Activities				
(20)	Road Safety Engineering				
(25)	Countryside Management - Income Generation				
(30)	Passenger Services - Full Year Effect of Savings 2008/09				
(65)	Passenger Services - retendering and route review		-25	-25	
	Site Management Income (Countryside)	-54			
	Network management coring programme (income generation)	-100			
	Permit scheme for highways works			-250	
	Assumed Savings from formation of NPA		-200		
	Sussex Safer Roads Partnership	-150	150		
	Brought Forward from 2009/10	-305	305		

Analysis of Savings 2010/11 -Summary

Service Area	Cashable for NI 179 A £000s	Other Efficiency B £000s	Income Generation C £000s	All other savings D £000s	Total cash savings £000s
Adult Social Care	5,481	0	0	0	5,481
Chief Executives	102	0	25	112	239
Children's	4,374	0	0	0	4,374
Corporate Resources	27	0	44	53	124
Transport & Environment	1,550	0	154	12	1,716
TOTAL	11,534	0	223	177	11,934

Annex D

Adult Social Care - Analysis of Savings 2010/11

Service Area	Cashable for AES A £000s	Other Efficiency B £000s	Income Generation C £000s	All other savings D £000s	Total cash savings £000s
Older People	2,968				2,968
Physical Disability	298				298
Learning Disability	1,881				1,881
Mental Health	184				184
Other Adults	0				0
Management and Support	150				150
To be allocated above					0
TOTAL	5,481	0	0	0	5,481

Chief Executive's Analysis of Savings 2010/11

Service Area	Cashable for AES A £000s	Other Efficiency B £000s	Income Generation C £000s	All other savings D £000s	Total cash savings £000s
Libraries & Culture	12			22	34
Policy & Communications	23			60	83
Law & Personnel	67		25	30	122
to be allocated					0
TOTAL	102	0	25	112	239
check					239

Children's Analysis of Savings 2010/11

Service Area	Cashable for AES A £000s	Other Efficiency B £000s	Income Generation C £000s	All other savings D £000s	Total cash savings £000s
Children & Families	2,971				2,971
Learning & School Effectiveness	892				892
Management & Support	511				511
Schools Delegated Budgets	0				0
To be allocated above					0
TOTAL	4,374	0	0	0	4,374

check

4,374

Annex D

Corporate Resources - Analysis of Savings 2010/11

Service Area	Cashable for AES A £000s	Other Efficiency B £000s	Income Generation C £000s	All other savings D £000s	Total cash savings £000s
Finance	27.0			16.0	43
Audit					0
ICT			44		44
Property exc building maintenance				25	25
Building maintenance					0
Miscellaneous				12	12
					0
TOTAL	27	0	44	53	124
check					

124

Annex D

Transport and Environment - Analysis of Savings 2010/11

Service Area	Cashable for AES A £000s	Other Efficiency B £000s	Income Generation C £000s	All other savings D £000s	Total cash savings £000s
Management & Support	975				975
Highways Maintenance	226		100		326
Traffic & Safety	150				150
Environment			54		54
Passenger Transport					0
Planning					0
Waste Management	199			12	211
TOTAL	1,550	0	154	12	1,716
check					

Annex D

Adult Social Care

Annex D

DETAILS	IMPACTS	2010/11 AMOUNT £000s	SERVICE AREA & CATE
1) High Impact			
	Total High Impact:	0	
2) Medium Impact			
Review of Older People DPS Services	The ongoing review of Directly Provided Services (DPS), to implement the department's policy steers of helping people to live at home and enabling more service user choice through personalisation, will impact on the level of service that may be provided within specific geographical locations and to individuals	1,750	OP
Review of LD DPS Services	The ongoing review of Directly Provided Services (DPS), to implement the department's policy steers of helping people to live at home and enabling more service user choice through personalisation, will impact on the level of service that may be provided within specific geographical locations and to individuals	538	LD
Service developments supporting personalisation	The increasing demand for services, within limited financial resources, means that the development of service models within personalisation, will impact on the level of service available to individuals	2,878	OP/PD/LD/MH
Working Age Adults - review and procurement	The impact on service users will be through the review of current service provision and improvements in the procurement of ongoing services to enable more service users to access services	165	MH
	Total Medium Impact:	5331	
3) Low Impact			
Review of services supporting the delivery of personalisation	The delivery of personalisation will provide opportunities to review structures and staffing budgets are appropriately aligned.	150	Mgt
	Total Low Impact:	150	
	Total Savings:	5481	

Control 5,481

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Chief Executives Department

Annex D

DETAILS	IMPACTS	2010/11 AMOUNT £000s	SERVICE AREA & CATEGORY			
1) High Impact						
	Total High Impact:					
2) Medium Impact						
	Total Medium Impact:	0				
3) Low Impact	Libraries stocks investment levels capped Income targets for traded & discretionary services (e.g. Legal, Personnel, Registration etc...) Final year of a 4-year programme to deliver changes to Managerial, support and team structures and to make more efficient use of co-located and centralised resources. Other cash limited savings to be applied to various discretionary budgets Other unmet pressures	22 25 40 62 90				
	Total Low Impact:	239				
	Total Savings:	239				

Control 239

Childrens Department

Annex D

DETAILS	IMPACTS	2010/11 AMOUNT £000s	SERVICE AREA & CATEGORY	
1) High Impact				
	Total High Impact:	0		
2) Medium Impact				
Use grant to fund activities previously funded from CSA core budget	This will reduce the overall level of activity and reduce the opportunity for local discretion to provide services to meet local need. In particular, it will reduce investment in Early Years Service but every effort will be made to ensure key outcomes are maintained.	1500	All Divisions	A
Value for money reviews	A programme of value for money reviews are in progress to identify how services can be restructured or repositioned and deliver savings in 2010/11 and across the medium term, including support services efficiency targets.	849	All Divisions	A
	Total Medium Impact:	2349		
3) Low Impact				
Combined Services funded from Dedicated Schools Grant.	Services that fall outside of the definition of the Schools Budget but provide an educational benefit can be funded from the Dedicated Schools Grant with the specific agreement of the Schools Forum. This will enable non-statutory services such as Education Welfare and Reintegration & Behaviour Support to be maintained	750	Children & Families	A
HR strategy changes	The implementation of flexibilities within existing HR policies (e.g. sabbaticals, purchase of additional leave) are anticipated to generate substantial savings without having a significant impact on the delivery of services.	400	All Divisions	A
Staff turnover	All teams will deliver an additional 1% saving through the management of vacancies.	320	All Divisions	A
Improved procurement practices	A review of procurement has identified scope for improvements in the current processes for procuring goods and services.	250	All Divisions	A
Reduce cost of meetings and personal devices	This saving will be achieved by reducing the number and costs of meetings through use of cheaper venues and refreshments. In addition the number of personal devices (e.g. mobile phones, PDAs) will be reduced to essential users only.	130	All Divisions	A
Rationalisation of accommodation	The department's use of existing accommodation is being reviewed and savings are anticipated through more efficient usage.	100	Management	A
Service Level Agreements with central departments	All central departments are exploring ways of achieving 10% savings over the next three years. This assumes an average of 3% can be delivered in 2010/11.	75	Management	A
	Total Low Impact:	2025		
	Total Savings:	4374		

Control 4,374

DETAILS	IMPACTS	2010/11 AMOUNT £000s	SERVICE AREA & CATEGORY
1) High Impact			
	Total High Impact:	0	
2) Medium Impact			
ICT	ICT Trading - Additional discretionary income	-24	
ICT	Reduction in contribution to reserve	-8	
	Total Medium Impact:	-32	
3) Low Impact			
Finance	Senior Staff Saving	-27	
Finance	Augmented Pension savings	-16	
ICT	Services to Schools - various savings	-5	
ICT	ICT Development Fund Reduction	-7	
Property	Property Business Unit - various savings	-25	
Miscellaneous	Subscriptions - reduction in subscription cost	-12	
	Total Low Impact:	-92	
	Total Savings:	-124	

DETAILS	IMPACTS	2010/11 AMOUNT £000s	SERVICE AREA & CATEGORY	
1) High Impact				
	Total High Impact:	0		
2) Medium Impact				
Passenger Transport				
Highways Maintenance				
Traffic & Safety				
Management & Support				
Review of staffing structures	The majority of staffing savings represent opportunities to achieve efficiencies in process and structure. There are some savings which while of themselves will not impact directly on our customers the reasons they are achievable reflects reduced availability of capital spend on new schemes.	670	Not yet identified	A & D
Waste Management				
Remove support for 'Operation Crackdown'	This is pan-sussex partnership involving the Councils, Police and Fire Service which devolves police powers to the Waste Collection Authorities to deal with abandoned vehicles. We contribute towards the cost of the associated web site and for receiving quarterly performance data. These savings represent our withdrawal from the partnership and could potentially result in this partnership no longer being financially viable.	12		D
	Total Medium Impact:	682		
3) Low Impact				
Highways Maintenance				
Street Lighting energy	Reductions in energy cost (and CO2 emissions) through programme of installing lower wattage lanterns and dimming devices in street lighting columns during routine maintenance works	26	Street lighting	A
Network coring programme	We will test utility work to ensure it has been completed to the right standard. If we find that this is not the case we will tell the utility company to do the work again. This means more work in the short term but that the road will last longer and will not need potholing or major works for some considerable time. The saving comes from our ability to charge for our testing work.	100	Network Management	C
Reactive maintenance	Reduction in reactive maintenance to reflect the increased capital investment for road maintenance within the capital programme	200	Highways Maintenance	A
Waste Management				
Leachate treatment	Following capital investment in the current financial year, we are now able to treat leachate on site. Compared to the costs on tankering and external treatment this will produce a part year saving which will double in a full year.	25	Waste Management	A
Environmental awareness programme	The majority of the figure (£125,000) relates to 5 equal contributions made to the district councils in relation to waste activities. This is now superceded by the new approach to recycling and recycling credits which will result in considerably larger payments to the districts as higher levels of recycling are achieved. The remaining £49,000 relates to minor cuts in the supplies and services budgets for example reduced spend on disposable nappies	174	Environmental Action	A
Passenger Transport				
Planning				
Environment				
Increased fee income	Additional and new income from our management of countryside sites to reflect the true cost of providing the service to third parties. No impact on the service to the customer	54	Countryside Management	A & C
Traffic & Safety				
Sussex Safer Roads Partnership (SSRP)	Each year we, along with West Sussex County Council and Brighton and Hove City Council pool our revenue road safety grant via the SSRP. Our grant is some £890,000 in total. £300,000 of this relates to discretionary spend and new initiatives with the remainder funding the running costs of the fixed speed camera sites around the county. Although we are able to 'bid' against the discretionary element for schemes in East Sussex we have had limited success over the years only securing 10's of thousands. We intend to retain the whole discretionary pot, putting £150,000 towards new local initiatives via the Casualty Reduction Board and take the remainder as savings.	150	Road Safety	A
Management & Support				
Underspend b/fwd from 2009/10	Planned underspends from previous financial year used to smooth part year effect of other savings plans	305		A
	Total Low Impact:	1034		

		Total Savings:	1716		
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Statement of Reserves and Balances

The information set out below shows the expected movements in each of the Council's reserves and its balance for the following year. This statement is required by regulation. This information, for each reserve, shows its purpose, how and when it is used, procedures for transfers in and out of the reserve, and the plans for reviewing it. It also shows the expected balance at 1 April 2010, the expected additions to and withdrawals from each reserve during 2010/11, and the projected balance at 31 March 2011. All items are monitored with the budget and reviewed annually in the budget process as part of the review of the Medium Term Financial Plan. It aligns with the draft budget set out in Annex C.

The Medium Term Financial Plan has been drawn up on the basis that the Council's general balance at the end of the year will equal at least 2.25% of the County Council's net budgeted expenditure (i.e. excluding DSG). The 2010/11 budget reflects this ratio.

Having reviewed the schedule of reserves and the general balance as set out below I am of the opinion that they make adequate and prudent allowance for the budgets and commitments included in the Medium Term Financial Plan for 2010/11. There remain, however, significant risk issues which reflect the routine reality of the complexity of the council's financial operations – in particular in relation to Children's Services and Adult Social Care, which will require close monitoring during the year. For Children's these are now compounded by the effects of the 'Baby P' case and for Adult's by issues of 'Free Care'.

In addition, major project delivery (e.g. the waste PFI scheme, Bexhill Hastings link road, and the Primary Capital Programme and Academies in Children Services) carry significant risks as a matter of norm. There are also a number of underlying local risks, changes to the world economy and impact of the current financial situation and the requirement for major reductions in public spending, which will affect both the current year and the medium term financial plan.

The tables below do not include information about the statutory Pensions Reserve. This is basically an accounting device to show, in the Statement of Accounts, the difference between the Council's net liability for future pensions and its share of the assets of the Pension Fund. It enables the Statement of Accounts to reflect fully the requirements of Financial Reporting Standard 17 ("FRS 17"). The negative balance at 1 April 2009 was £263m. The balances at the start and end of each year depend very much on the exact stock market situation at 31 March each year, and it is not realistic to make any estimates of these figures for future years. Although this figure appears to show a large liability, it does not have any impact on the budget requirement for any particular year. In order to ensure that the Pension Fund will be able to meet its liabilities an actuarial valuation is undertaken every three years. The results of this review form the basis of the employer's contribution rate, which is adjusted periodically to ensure that liabilities can be met.

RESERVES AND BALANCES – 2010/11 SUMMARY (£000)

Capital Programme Reserve

Purpose:	This reserve provides resources which may be used for capital spending, and was set up in recognition of the reducing forecasts of capital receipts. It also smoothes the impact of slippage in capital payments and phasing issues on other capital resources.	
Used how and when:	Used at the end of the financial year to finance the capital programme. Usage and phasing determined by Council when the capital programme set.	
Procedures:	Usage of both the capital programme reserve and capital receipts is delegated to the Deputy Chief Executive and Director of Corporate Resources.	
Review:	Contribution and usage reviewed on an annual basis as part of the capital programme and revenue budget setting processes.	
Estimated Balance at 1/4/2010:	39,547	
Added:	2,650	Withdrawn: 7,645
Closing Balance as at 31/3/2011:	34,552	

CBOSS Development and Reprocurement

Purpose:	To meet the cost of development of the SAP system, and towards the reprocurement contract costs.	
Used how and when:	Used in line with estimated expenditure on this project.	
Procedures:	Released to revenue as authorised by the Deputy Director of Corporate Resources (Project Director).	
Review:	Annually	
Estimated Balance at 1/4/2010:	602	
Added:	0	Withdrawn: 0
Closing Balance as at 31/3/2011:	602	

ASC ICT refresh

Purpose:	To meet the costs of regular replacement of ICT equipment on a four-year rolling programme in Adult Social Care		
Used how and when:	As part of the four-year rolling programme managed by Corporate ICT Services.		
Procedures:	Managed by Corporate ICT Services, and Assistant Director - Resources		
Review:	Level is reviewed annually against the "refresh" programme		
Estimated Balance at 1/4/2010:	150		
Added:	0	Withdrawn	0
Closing Balance as at 31/3/2011:	150		

Chief Executive ICT refresh

Purpose:	To fund replacement of ICT equipment		
Used how and when:	Used when the "refresh" of equipment takes place in line with departmental programmes		
Procedures:	Use determined by Asst Director - Resources		
Review:	Level is reviewed annually against the "refresh" programme		
Estimated Balance at 1/4/2010:	81		
Added:	40	Withdrawn:	10
Closing Balance as at 31/3/2011:	111		

Children ICT refresh

Purpose:	To fund replacement of ICT equipment		
Used how and when:	Used when the "refresh" of equipment takes place in line with departmental programmes		
Procedures:	Use determined by Asst Director - Resources		
Review:	Level is reviewed annually against the "refresh" programme		
Estimated Balance at 1/4/2010:	75		
Added:	0	Withdrawn	0
Closing Balance as at 31/3/2011:	75		

CRD ICT refresh

Purpose:	To fund planned replacement of ICT equipment
Used how and when:	Used when the “refresh” of equipment takes place in line with departmental programmes
Procedures:	Use determined by Assistant Director – Audit & Performance.
Review:	Level is reviewed annually against the “refresh” programme
Estimated Balance at 1/4/2010:	148
Added:	50
Closing Balance as at 31/3/2011:	148
	Withdrawn 50

T & E ICT refresh

Purpose:	To fund replacement of ICT equipment
Used how and when:	Used when the “refresh” of equipment takes place in line with departmental programmes
Procedures:	Use determined by Asst Director - Resources
Review:	Level is reviewed annually against the “refresh” programme
Estimated Balance at 1/4/2010:	77
Added:	0
Closing Balance as at 31/3/2011:	77
	Withdrawn 0

Community Partnership

Purpose:	<ul style="list-style-type: none">• To support initiatives that address crime and the fear of crime.• To support initiatives that can increase the capacity of local communities to be involved in activities that encourages improved quality of life, well being, engagement and self-determination.
Used how and when:	To be used over the period 2005/06 to 2009/10 as and when bids are approved
Procedures:	On approval of Assistant Director of Resources for Chief Executive, based on incidence of bids approved by the Lead Member for Community Services.
Review:	Monthly budget monitoring with budget manager, and half yearly adjustment to reserve if material.
Estimated Balance at 1/4/2010:	9
Added:	0
Closing Balance as at 31/3/2011:	0
	Withdrawn: 9

Corporate Waste Reserve

Purpose:	This exists to smooth the large year on year budget increases that will be needed to finance the Waste PFI project over the whole life of the service.
Used how and when:	Used to support the annual revenue waste disposal budget (base budget less contractual costs) on a quarterly basis in line with affordability and budget steps model.
Procedures:	Transfers to and from the reserve may only be authorised by the Deputy Chief Executive and Director of Corporate Resources and the Assistant Director, Resources, Transport & Environment
Review:	Monthly through budget monitoring process.
Estimated Balance at 1/4/2010:	66,218
Added:	13,642
Closing Balance as at 31/3/2011:	68,696
	Withdrawn: 11,164

Developer Contribution Smoothing Reserve

Purpose:	To smooth the impact of timing differences between the payment for works (funded by development) and the actual receipt of the developer contributions.
Used how and when:	Used in approved cases where the certainty of the development contribution is high but the works are required before all the contributions are received.
Procedures:	Fund to be released on approval of Deputy Chief Executive and Director Corporate Resources.
Review:	Annually as part of budget setting process.
Estimated Balance at 1/4/2010:	0
Added:	175
Closing Balance as at 31/3/2011:	175
	Withdrawn: 0

Deferred Payments Reserve

Purpose:	This historic reserve relates to previous government grant funding towards the costs of income deferred by those service users who have no immediate liquid funds but who have property assets.
Used how and when:	To meet potential liability that deferred income will not be covered by the realisation of service user assets.
Procedures:	On approval of Assistant Director of Resources, Adult Social Care, funding will be released to revenue for approved deferred payment cases, agreed in line with Government guidance re eligibility criteria.
Review:	The reserve will be reviewed annually to assess the level of repayments and agreed new funding.
Estimated Balance at 1/4/2010:	90
Added:	0
Closing Balance as at 31/3/2011:	90
	Withdrawn: 0

ASC Business Transformation Risk

Purpose:	To meet the potential unplanned costs arising from the transformation of business processes within Adult Social Care, including ICT and staff
Used how and when:	To be used should existing project funding prove insufficient to meet unplanned costs or when one-off material project costs are identified. It is anticipated that the reserve will be fully used by the end of 2011/12.
Procedures:	Use of reserve to be agreed by project sponsors and on approval of Assistant Director of Resources, Adult Social Care.
Review:	Monthly budget monitoring with the project managers will identify need to use the reserve.
Estimated Balance at 1/4/2010: 268	
Added: 0	Withdrawn: 0
Closing Balance as at 31/3/2011: 268	

Departmental Budget Reserve

Purpose:	To enable net underspends by departments to be carried forward for spending in the next financial year in accordance with Financial Regulations. Underspends often reflect situations where expenditure has been committed, but not actually incurred, at the year end.
Used how and when:	The entire balance on the reserve is available for use in the new financial year, and the net underspendings are transferred to the reserve following closure of the accounts.
Procedures:	Automatic in line with financial regulations
Review:	Only required when financial regulations are revised
Estimated Balance at 1/4/2010: 3,000	
Added: 0	Withdrawn: 3,000
Closing Balance as at 31/3/2011: 0	

E-Government Reserve

Purpose:	This reserve was created to hold funds for e-government projects and to build up a reserve for equipment replacement security and resilience upgrades as required.	
Used how and when:	Used to fund the annual e-government programme since 2003/04, the NGN project in 2006/07 and the replacement of the Peoples Network equipment in Libraries and Members ICT equipment in 2007/08 and 2008/09.	
Procedures:	All development projects are approved via the e-government steering group. Money is drawn down as projects progress. Equipment renewals funds are used as equipment reaches the end of its useful life or essential upgrades are needed.	
Review:	Annually	
Estimated Balance at 1/4/2010:	1,018	
Added:	220	Withdrawn: 958
Closing Balance as at 31/3/2011:	280	

Extended Schools (Community Facilities) Reserve

Purpose:	This was originally set up for sports facilities developed using lottery funds and run by schools. Its use has been extended to include all community facilities e.g., nurseries run by schools. This is set aside from the County Council's general balances as a legal requirement, and it may only be used by the individual schools.	
Used how and when:	The surplus/deficit on facilities is transferred to/from the reserve at the year-end.	
Procedures:	The surplus/deficit on facilities are transferred to/from the reserve at the year end.	
Review:	Annually	
Estimated Balance at 1/4/2010:	155	
Added:	0	Withdrawn: 0
Closing Balance as at 31/3/2011:	155	

High Weald Reserve

Purpose:	To provide for future spending commitments in the High Weald Area of Natural Beauty.	
Used how and when:	To support any operational deficits during the year.	
Procedures:	Joint Advisory Committee (JAC) approves the annual budget (and transfer to or from reserve) on an annual basis. They also approve the forecasts for the current year at the same meeting to approve any changes to the forecast reserve transfer. In reality the operational surplus or deficit will be the transfer to or from the reserves.	
Review:	Annually	
Estimated Balance at 1/4/2010:	61	
Added:	0	Withdrawn: 8
Closing Balance as at 31/3/2011:	53	

Insurance Reserve (from 1/4/97)

Purpose:	To cater for internally funded insurance on County Council services. Subject to an aggregate limit, this reserve covers Third Party liability costs under £100k, property losses of up to £100k and motor vehicle 'own damage' costs. Self Insurance through this reserve is more economical than external insurance for these classes of risks.	
Used how and when:	Used to fund self-insured element of insurance policy. Drawn down at year end when liability is known.	
Procedures:	At year end net cost of claims due to be settled is assessed and an equivalent amount is drawn down to offset revenue impact of claims settled.	
Review:	Reviewed by actuary to ensure sufficient reserve on an annual basis.	
Estimated Balance at 1/4/2010:	8,065	
Added:	1,631	Withdrawn: 1,631
Closing Balance as at 31/3/2011:	8,065	

Insurance Reserve (to 31/3/97)

Purpose:	This reserve was used for the same purposes as the current insurance reserve (see above), but it relates to the pre-reorganisation County Council, and some may eventually be attributable to Brighton and Hove City Council.	
Used how and when:	Used to fund self-insured element of insurance policy. Drawn down at year end when liability is known.	
Procedures:	At year end net cost of claims due to be settled is assessed and an equivalent amount is drawn down to offset revenue impact of claims settled.	
Review:	Reviewed by actuary to ensure sufficient reserve on an annual basis.	
Estimated Balance at 1/4/2010:	494	
Added:	0	Withdrawn: 0
Closing Balance as at 31/3/2011:	494	

Invest to Save

Purpose:	To provide initial funding for projects designed to save the Council money over the following years.	
Used how and when:	Allocated to projects upon submission of spending and savings plans.	
Procedures:	On approval of Director of Corporate Resources and Deputy Chief Executive, based on bids.	
Review:	At least annually and as bids are invited and successful. The balance at the end of 2010/11 is already committed to projects in 2011/12 and so the reserve will then close.	
Estimated Balance at 1/4/2010:	1,432	
Added:	0	Withdrawn: 1,078
Closing Balance as at 31/3/2011:	354	

Leisure Centres Lease Agreement

Purpose:	To enable the County Council to meet its obligations under the lease agreement to keep premises in good repair in accordance with a 5 year plan.
Used how and when:	Withdrawals to be made to enable payments to be made within 30 days of demand.
Procedures:	On approval of Assistant Director of Resources, Children's Services, balances are withdrawn in line with the lease agreement
Review:	Annually
Estimated Balance at 1/4/2010:	332
Added:	0
Closing Balance as at 31/3/2011:	282
	Withdrawn: 50

Map Digitalisation

Purpose:	Investment in making available historical records available in electronic form, including through the ESCC website.
Used how and when:	To be used over the period 2005/06 through to 2009/10.
Procedures:	On approval of Assistant Director of Resources for Chief Executive, based on expenditure against agreed project objectives.
Review:	Monthly budget monitoring with budget manager, and half yearly adjustment to reserve if material.
Estimated Balance at 1/4/2010:	11
Added:	0
Closing Balance as at 31/3/2011:	0
	Withdrawn: 11

On Street Parking

Purpose:	Use of 'surpluses' is restricted by legislation.
Used how and when:	Can be used to cover deficits from earlier years, provision of off-street parking, highway maintenance and passenger transport.
Procedures:	Proposed expenditure agreed after appropriate consultation, and on approval of Assistant Director of Resources, Transport and Environment
Review:	Annually
Estimated Balance at 1/4/2010:	492
Added:	1,167
Closing Balance as at 31/3/2011:	1,109
	Withdrawn: 550

Ouse Valley Commuted Maintenance

Purpose:	To fund the ongoing maintenance costs associated with the landscape project at Newhaven Ouse Estuary.		
Used how and when:	To pay for maintenance annually over a five year period in accordance with the contract.		
Procedures:	Withdrawals made to match revenue spending on maintenance.		
Review:	Monthly, as part of budget monitoring procedures.		
Estimated Balance at 1/4/2010:	16		
Added:	0	Withdrawn:	16
Closing Balance as at 31/3/2011	0		

Interest Rate Equalisation Reserve

Purpose:	This reserve (formally the Pension Contributions reserve) provides resources, which may be used to help manage fluctuations in interest rates and the impact on our short-long term borrowing and investment. For the purpose of managing current risk, it is also temporarily receiving the proceed from the Confirmed Developer Contribution – Smoothing reserve and a one off contribution from the redundancy reserve for the same purpose.		
Used how and when:	The balance on this reserve will be released in support of the financial impact of changes in interest rate.		
Procedures:	On approval of Director of Corporate Resources and Deputy Chief Executive, based on regular Treasury Management updates.		
Review:	Monthly budget monitoring by the Treasury Management team and as required if financial impact is material.		
Estimated Balance at 1/4/2010:	1,100		
Added:	0	Withdrawn:	1,100
Closing Balance as at 31/3/2011:	0		

PFI Asset Reserve

Purpose:	To build up a notional fund to reflect the cost of purchasing the assets from the provider at the end of the contract. The amounts represent the payments made to the contractor which relate to the asset value. The amount in the reserve is exactly matched by the PFI prepayment account.		
Used how and when:	At the end of the contract in 2025.		
Procedures:	The prepayment and reserve transactions are processed during the closure of the accounts.		
Review:	Not required until the end of the PFI contract period		
Estimated Balance at 1/4/2010:	4,902		
Added:	674	Withdrawn:	0
Closing Balance as at 31/3/2011:	5,576		

Recession Fund

Purpose:	The Council, in agreeing the budget for 2009/10, have agreed to a one off allocation which can be used over several years, to support the work to address the recession and the impact it has on residents, businesses and communities.
Used how and when:	Applications can be made either by teams within the County Council or external organisations which have the explicit support for the project of an ESCC team. All projects must deliver the Council's objective; "Take account of the effect of the economic downturn on residents, businesses and services in the County Council's business and financial plans to ensure that the effects for local people are minimised as far as possible in the short term and that, in the longer term, the area is well placed to emerge in a strengthened position at the end of the current period of economic uncertainty" and be supported by a clear evidence base of need in East Sussex related to the recession; etc.
Procedures:	<p>All projects seeking support must first be assessed by the Strategic Economic Development and Skills' Management Team (SEDS MT) (including appropriate financial appraisals via Corporate Resources Department).</p> <ul style="list-style-type: none"> • All projects up to £20,000 (minimum £5,000) will be approved by the Head of Strategic Economic Development and Skills but will be referred to the Bidders Internal Group (BIG) to ensure appropriate corporate links and to ensure that there are no other relevant issues that had not been considered by SEDS. • All projects supported above this value will follow the same procedure but will also require the approval of both the Director of Policy and Communications and Head of Strategic Economic Development and Skills up to the value of £100,000. • All projects above this value will also require the lead Cabinet Member approval (Cllr Jones).
Review:	Annually as part of budget setting process.
Estimated Balance at 1/4/2010:	585
Added:	0
Closing Balance as at 31/3/2011:	0
	Withdrawn: 585

Redundancies Reserve

Purpose:	To meet one-off redundancy costs, generally associated with ongoing staff cost savings, as part of Reconciling Policy and Resources and the Council's overall drive to become a modern and effective authority	
Used how and when:	Bids will be invited at appropriate times from departments towards such costs and contributions will be made in the same year as the costs.	
Procedures:	On approval of Director of Corporate Resources and Deputy Chief Executive, based on incidence of bids approved. Significant redundancy cost could be incurred during 2010/11 but difficult to scale at this stage. £2.0m has been shown to give an indication of likely scale.	
Review:	Annually	
Estimated Balance at 1/4/2010:	2,139	
Added:	500	Withdrawn: 2,000
Closing Balance as at 31/3/2011:	639	

Redundancies - DPS review

Purpose:	To meet the potential redundancy costs arising from the review of directly provided services (DPS) within older people and learning disabilities.	
Used how and when:	When redundancy costs have been incurred as a result of actions arising from the DPS review.	
Procedures:	Redundancy payments identified when incurred, and on approval of Assistant Director of Resources, Adult Social Care.	
Review:	As the implementation of the DPS review recommendations are rolled out	
Estimated Balance at 1/4/2010:	387	
Added:	0	Withdrawn: 387
Closing Balance as at 31/3/2011:	0	

Management Capacity

Purpose:	To provide one-off funding to support priority corporate and department projects.	
Used how and when:	To be used over the period of the Medium Term Plan as and when bids are approved.	
Procedures:	On approval of Director of Corporate Resources and Deputy Chief Executive, based on incidence of bids approved.	
Review:	Monthly budget monitoring with budget manager, and half yearly adjustment to reserve if material.	
Estimated Balance at 1/4/2010:	33	
Added:	0	Withdrawn: 33
Closing Balance as at 31/3/2011:	0	

Strategic Economic Development

Purpose:	To provide support for County Council projects that promotes economic development.	
Used how and when:	To be used over the period of the Medium Term Plan as and when bids are approved.	
Procedures:	On approval of Assistant Director of Resources for Chief Executive, based on incidence of bids approved in accordance with Fund guidelines.	
Review:	Monthly budget monitoring with budget manager, and half yearly adjustment to reserve if material.	
Estimated Balance at 1/4/2010:	58	
Added:	0	Withdrawn: 58
Closing Balance as at 31/3/2011:	0	

Travellers Sites

Purpose:	To meet investment needs for the council's gypsy and traveller sites.	
Used how and when:	Since the management of sites was brought 'in-house' in April 2007 both short and longer-term investment needs are being identified. Funds will be released to enable a programme of work to be undertaken in a phased and managed way consistent with our site management responsibilities.	
Procedures:	Released to revenue on approval of the Assistant Director of Resources, Chief Executive's Department.	
Review:	Monthly budget monitoring with budget manager, and half yearly adjustment to reserve if material.	
Estimated Balance at 1/4/2010:	147	
Added:	0	Withdrawn: 60
Closing Balance as at 31/3/2011:	87	

Reserve for Winter Maintenance`

Purpose:	To smooth the financial impact of variations between years in winter weather on road maintenance.	
Used how and when:	Over/Underspends on winter maintenance budget transferred to/from reserve at year end.	
Procedures:	Transactions are processed during closure of accounts.	
Review:	Annually on closure of accounts when outturn is known.	
Estimated Balance at 1/4/2010:	0	
Added:	100	Withdrawn: 0
Closing Balance as at 31/3/2011:	100	

Reserve for Schools/Colleges Balances

Purpose:	This represents underspendings carried forward by schools under their scheme of local financial management. This is set aside from the County Council's general balances as a legal requirement, and it may only be used by the individual schools.
Used how and when:	Over/Underspends on schools' budgets are transferred to/from reserve at year end.
Procedures:	Annual over/underspend is transferred to the reserve during closing of accounts.
Review:	Annually
Estimated Balance at 1/4/2010:	10,391
Added:	0
Closing Balance as at 31/3/2011:	10,391
	Withdrawn: 0

County Fund Balance

Purpose:	In line with prudent financial management, maintenance of a general balance (i.e. not specific to any specified risk) to protect the Council in the event of sudden in-year emergencies which cannot be expected to be handled within departmental cash limits.
Used how and when:	Withdrawals as approved by Cabinet.
Procedures:	As part of the Medium Term Planning process.
Review:	Annually with the intention of maintaining the balance at a minimum of 2.25% of the net budget.
Estimated Balance at 1/4/2010:	7,664
Added:	0
Closing Balance as at 31/3/2011:	7,664
	Withdrawn: 0

Usable capital receipts – sales

Purpose:	This reserve contains proceeds from the sale of assets until they are used to finance new capital investment.
Used how and when:	Used at the end of the financial year to finance the capital programme. Maximum usage determined by Council when capital programme set.
Procedures:	Usage of both the capital programme reserve and capital receipts are delegated to the Deputy Chief Executive & Director of Corporate Resources.
Review:	The level of this reserve is dependent on the successful sale of assets.
Estimated Balance at 1/4/2010:	4,092
Added:	0
Closing Balance as at 31/3/2011:	3,092
	Withdrawn: 1,000

ESCC Summary - Income Generation to 2012-13

Customer and Client Receipts

	2007/08	2008/09	2008/09	2009/10	2009/10	2010/11	Annual	2011/12	Annual	2012/13	Annual	3 year
	Actual £000s	Estimate £000s	Actual £000s	Actual to Date £000s	Estimate £000s	Target £000s	Change %	Target £000s	Change %	Target £000s	Change %	Change %
Adult Social Care	22,943	23,030	23,898	24,768	23,996	24,646	2.7	25,016	1.5	25,391	1.5	5.8
Chief Executives	4,227	4,208	4,292	3,405	4,075	4,176	2.5	4,239	1.5	4,323	2.0	6.1
Childrens	10,613	8,980	12,957	6,492	9,166	9,449	3.1	9,638	2.0	9,831	2.0	7.3
Corporate Resources	1,746	1,789	1,838	1,477	1,938	1,962	1.2	2,041	4.0	2,123	4.0	9.5
T&E	6,778	7,593	7,361	8,868	5,419	9,356	5.5	9,690	3.6	9,892	2.1	11.5
Total Income	46,307	45,600	50,346	45,010	44,594	49,589	11.2	50,623	2.1	51,560	1.9	15.6

Adult Social Care Department

Income targets to 2012-13

	2007/08	2008/09	2008/09	2009/10	2009/10	2010/11	Annual	2011/12	Annual	2012/13	Annual	3 year
	Actual £000s	Estimate £000s	Actual £000s	In Year Projection £000s	Estimate £000s	Target £000s	Change %	Target £000s	Change %	Target £000s	Change %	Change %
Government Grants	31,482	11,810	13,458	15,433	13,747	2,562	-81.4	140	-94.5	142	1.5	-99.0
Grants & Contributions	22,797	22,127	22,028	21,391	21,692	20,488	-5.6	20,795	1.5	21,107	1.5	-2.7
Customer & Client Receipts	22,943	23,030	23,898	24,768	23,996	24,646	2.7	25,016	1.5	25,391	1.5	5.8
Other Income	1,915	1,344	2,625	1,788	1,442	1,455	0.9	1,477	1.5	1,499	1.5	4.0
Total Income	79,137	58,311	62,010	63,380	60,877	49,151	-19.3	47,428	-3.5	48,139	1.5	-20.9

Government Grants: The reduction in Government Grants in 2010/11 reflects the conversion of Supporting People Grant to Area Based Grant. The reduction in 2011/12 is a result of the ending of the Social Care Reform Grant, which was first received in 2008/09.

Grants and Contributions: The reduction reflects the impact of changing service provision and relations with Health and Other Local Authorities, particularly with regard to continuing health care and Section 75 pooled budget agreements.

Customer & Client Receipts: This reflects the level income derived from the financial assessment of service users, under regulations. 2010/11 will see a change from service user Fairer Charges to Fairer Contributions from services, under Putting People First guidance - the impact of this change will be monitored during the year.

Other Income: including specific recharges and movements on reserves.



Adult Social Care Fees & Charges 2010-11

Service	Current Charge £	Proposed Charge £	Increase %	Income in 2010/11 Budget £000s
Home Care				
Per Hour	13.00	13.20	1.54	1,962
Day Care				
Attendance	13.00	13.20	1.54	178
Daily Meal Charge	3.30	3.35	1.52	955
Daily Transport Charge (return)	2.00	2.00	-	150
Meals in the Community				
Daily Meal Charge	3.30	3.35	1.52	955
Residential and Nursing				Total for Resi/Nursing
Client Contribution per week (min)* to 24 years old	56.55	57.55	1.77	20,357
25 - 59 years old	69.90	71.15	1.79	
60 years old and above	108.10	110.30	2.04	
Full Cost per week	565.00	580.00	2.65	

* the increase in client contributions is set by the Departments of Health and Works & Pensions

Chief Executive's Department

Income targets to 2012-13

		2007/08 Actual £000s	2008/09 Estimate £000s	2008/09 Actual £000s	2009/10 Act to date £000s	2009/10 Estimate £000s	2010/11 Target £000s	Annual Change %	2011/12 Target £000s	Annual Change %	2012/13 Target £000s	Annual Change %	3 year Change %
Government Grants	1	1897	1587	1,253	1,239	1,414	1,397	-1.2	1,267	-9.3	1,267	0.0	-10.4
Grants & Contributions	2	1086	868	1,288	960	971	1,012	4.2	1,012	0.0	1,012	0.0	4.2
Customer & client receipts	3	4227	4208	4,292	3,405	4,075	4,176	2.5	4,239	1.5	4,323	2.0	6.1
Other income	4	1058	1097	1,056	1,027	1,113	1,102	-1	1,119	1.5	1,141	2.0	2.5
Total Income		8268	7760	7,889	6,631	7,573	7,687	1.5	7,636	-0.7	7,743	1.4	2.2

Notes:-

1) The profile reflects the following:

Revised levels of LSC grant provision now directly negotiated with and paid to learning providers, some of whom are ESCC establishments, some are not.

2 year LAA Community Safety Grant (to 10/11)

Stability at existing specific grant levels is assumed from 11/12 onwards

2) Excludes Accountable Body Grant receipts

e.g. Small Rural Towns Grant from SEEDA

3) Excludes other Accountable Body income e.g. East Sussex Arts Development Fund

Includes the following items:-

Fees & charges for services to the public and charges for traded services outside ESCC

Adult Learning course fee income @ Community Colleges. Unsubsidised courses are subject to 'market forces.

Charges made to employees for Lease Cars

4) Includes Traded Services to Schools in ESCC and B&H city provided by PAT and Schools Library Service

Fees & Charges 2010-11

Service	Current Charge £	Proposed Charge £	Increase	Income in 2010/11 Budget £000	
<u>CHIEF EXECUTIVE</u>					
County Records Office					
Photocopies and Prints from microfilm					
i) Carried out by staff - A4/A3	1.00	1.00	0.0%	2	
ii) Self-service	0.40	0.40	0.0%		
Copy of Wills (inc p&p)	6.50	6.50	0.0%		
AO Prints (usually large, complete, Ordnance Survey Maps	12.00	15.00	25.0%		
Digital Images					
<i>Hard Copies:</i>					
A4: First Copy	5.50	5.50	0.0%	13	
A4: Subsequent copies from same document	2.75	2.75	0.0%		
A3: First Copy	7.50	7.50	0.0%		
A3: Subsequent copies from same document	3.75	3.75	0.0%		
Self-service digital prints from maps					
A4	2.00	2.00	0.0%		
A3	3.00	3.00	0.0%		
Digital images of wills per will, inclusive of packaging. CD £3 extra.	13.00	13.00	0.0%		
<i>CDs</i>					
Single image (inc CD case)	10.50	10.50	0.0%		
Subsequent images from same document	3.75	3.75	0.0%		
Images of outside documents (inc CD case)	18.00	23.00	27.8%		
Tithe maps for a single parish	13.00	13.00	0.0%		
Tithe maps index by CD (new service)	6.00	6.00	n/a		
Tithe maps index by email (new service)	3.00	3.00	n/a		
Certified copies/ certified extracts of Archives e.g. to confirm authenticity to re-register old vehicle with DVLA					
Genealogical research service 1 hour	9.00	10.00	11.1%	5	
	25.00	25.00	0.0%		
N.b. the hourly fee is doubled for business research enquiries					
Registration service					
Application Fee for approval as a licensed Marriage/Civil Partnership (CP) Premises					
Additional marriage/CP room charge	1300.00	1400.00	7.7%	23	
	450.00	480.00	6.7%		
Marriage/CP attendance at a licensed venue (<i>fees were increased effective from 1 October 2008 for an 18 month period until April 2010</i>)					
Weekday	375.00	380.00	1.3%	667	
Saturday	395.00	400.00	1.3%		
Sunday/Public Holiday	450.00	455.00	1.1%		
Marriage/CP at The Marriage Rooms, per ceremony* (<i>fees were increased effective from 1 October 2008 for an 18 month period until April 2010</i>)					
Mon-Thurs	48.00	70.00	45.8%	667	
Friday	95.00	100.00	5.3%		
Saturday	150.00	155.00	3.3%		
Sunday/Public Holiday	285.00	290.00	1.8%		
n.b. the statutory fee for Marriage/CP is £40					

*The Court Room, Eastbourne (a larger venue) is available for Marriage/CP for an additional fee of £50 per ceremony			
<i>Other celebratory ceremonies***</i>			
Weekday - Register office	123.00	123.00	0.0%
Weekday - licensed venue	136.00	136.00	0.0%
Saturday - Register office	178.00	178.00	0.0%
Saturday - licensed venue	166.00	166.00	0.0%
Sunday/Public Holiday - Register office	221.00	221.00	0.0%
Sunday/Public Holiday - licensed venue	191.00	191.00	0.0%
Homes/non-licensed venues Mon - Fri	280.00	280.00	0.0%
Homes/non-licensed venues Saturday	340.00	340.00	0.0%
Homes/non-licensed venues Sunday/Public	396.00	396.00	0.0%
<i>Citizenship ceremonies</i>			
Ceremony in a group**	80.00	80.00	0.0%
Private ceremony (additional fee)	70.00	75.00	7.1%
Document Checking***			
Adults	44.00	44.00	0.0%
Children	23.00	23.00	0.0%
<i>Change of Name Deeds***</i>			
Adults	34.00	34.00	0.0%
Children	38.00	38.00	0.0%
Copy of Deed at time	5.10	5.10	0.0%
Copy of Deed at later date	10.20	10.60	3.9%
<i>Civil Funerals</i>	up to 130	up to 140	7.7%
<i>Certificates</i>			
Issued at Registration****	3.50	3.50	0.0%
Later Copy of Certificate **** (Priority service fee +£10)	7.00	7.00	0.0%
**Fee set by Home Office			
***It has been confirmed that VAT is payable on these fees and proposed fees are shown net of VAT.			
**** Fee set by General Register Office. Latest guidance awaited			
Library Service			
<u>Reservations</u>			
- standard	0.80	0.80	0.0%
- special	2.50	2.50	0.0%
- self	0.60	0.60	0.0%
<u>Audio Charges</u>			
Single issue fee - music	0.80	0.90	12.5%
<u>Talking Books</u>			
Each item up to 8 tapes	1.20	1.30	8.3%
Each item over 8 tapes	1.70	1.70	0.0%
<u>Videos & DVDs(per week)</u>			
Adult video	3.00	3.00	0.0%
Adult DVD	3.00	3.00	0.0%
Children's DVD	1.80	1.80	0.0%
Children's video	1.80	1.80	0.0%
<u>Scores (set)</u>			
Up to 30 scores	25.00	25.00	0.0%

Over 30 scores	25.00	25.00	0.0%		
Playsets	1.50	1.50	0.0%		
CD Rom	2.00	2.00	0.0%		
Overdue Charges					
Adult books overdue charges (per item/day)	0.17	0.17	0.0%		96
Children's books overdue charges (per letter)	0.30	0.30	0.0%		
Spoken word (per item per day)	0.17	0.17	0.0%		
Notes					
There are no overdue charges for Video hire and Music Single Issue, instead a reissue charge is made					
Lost books are charged at their replacement cost (maximum £6 for Children's books) except lost books on loan from the British Library which are charged at £115 (=the British Library fee)					
Miscellaneous charges					
Photocopies (taken by public)					
B/w A4	0.10	0.10	0.0%		
B/w A3	0.15	0.15	0.0%		
Colour A4	1.00	1.00	0.0%		
Colour A3	1.50	1.50	0.0%		
Reader printer	0.20	0.20	0.0%		
CD Rom print outs (first 5 free for children)	0.15	0.15	0.0%		
Computer printouts (per sheet)					
B/w	0.15	0.15	0.0%		
Colour	0.30	0.30	0.0%		
Computer ticket replacement	1.25	1.25	0.0%		
Research charges (½ to 1 hour and every hour thereafter)	25.00	25.00	0.0%		
N.b. the hourly fee is doubled for business research enquiries					
On-line searches (per half hour)	20.00	20.00	0.0%		52
Digital Images					
<i>Hard Copies:</i>					
A4: First Copy	5.50	5.50	0.0%		
A4: Subsequent copies from same document	2.75	2.75	0.0%		
Handling charges for photographic reproduction					
Individual/educational	3.00	3.00	0.0%		
Commercial (minimum fee - final charge agreed, on application, subject to use)	10.00	10.00	0.0%		
Fax - in UK first sheet					
- in UK subsequent sheets	2.00	2.00	0.0%		
- in UK subsequent sheets	1.00	1.00	0.0%		
Fax - outside UK first sheet					
- outside UK subsequent sheets	3.00+	3.00+	0.0%		
- outside UK subsequent sheets	1.50+	1.50+	0.0%		
Weights & Measures					
In accordance with the agreement between the South East Trading Standards Authorities, the full range of Weights and Measures Fees is again expected to increase in line with LACORS (Local Authority Co-ordinators of Regulatory Services) recommendations. The recommended increase for 09/10 is awaited.					

Children's Services Department

Income targets to 2012-13

	2007/08 Actual £000s	2008/09 Estimate £000s	2008/09 Actual £000s	2009/10 Actual to date £000s	2009/10 Estimate £000s	2010/11 Target £000s	Annual Change %	2011/12 Target £000s	Annual Change %	2012/13 Target £000s	Annual Change %	3 year Change %
Government Grants	314,241	307,112	302,244	258,311	339,533	345,557	1.8	352,468	2	359,518	2	5.9
Grants & Contributions	5,842	2,970	5,945	4,187	3,304	2,935	-11.2	2,994	2	3,054	2	-7.6
Customer & client receipts	10,613	8,980	12,957	6,492	9,166	9,449	3.1	9,638	2	9,831	2	7.3
Other income	2,686	513	1,501	1,711	638	190	-70.2	194	2	198	2	-69
Total Income	333,382	319,575	322,647	270,701	352,641	358,131	1.6	365,294	2	372,599	2	5.7

1 Both the 2007/08 and 2008/09 actual figures exclude schools income. The budget figures do not show any income for schools as local authorities are not allowed to take any income into account that schools may raise when setting the overall schools delegated budgets.

2 Grants & Contributions - the difference between 2009/10 estimate and 2010/11 target is largely explained by a reduction in income from schools for Personal Advisors.

3 Other Income - the difference between 2009/10 estimate and 2010/11 target is due to budget moving to more specific and relevant income lines.

Fees & Charges 2010-11

	Current Charge	Proposed Charge	Increase	Income in 2010/11 Budget
	£	£		£000
<u>CHILDREN'S SERVICES</u>				
<u>Children and Families</u>				
Lansdowne Secure Unit				
Other Local Authorities charge (per week)	5,005	5,075	1.40%	1,081
Looked After Children				
Sell Foster Place (per week)	587	593	1.00%	30
SEN recoupment				
Charge to other Local Authorities	cost recovery	cost recovery	1.3%	1,273
Youth Development Service				
Admissions				0
Rents and lettings	} various	} inflationary increase	1.00%	8
Charges			1.00%	3
Sales			1.00%	9
Other				0
Inclusion Support Services				
SCSN - Charge to schools	cost recovery	cost recovery	no change	135.5
SCSN - Fees	cost recovery	cost recovery	no change	2
SCSN - Consultancy advice	cost recovery	cost recovery	no change	2.2
EaALS - Consultancy advice	cost recovery	cost recovery	no change	2.5
Anti-Bullying Initiative - Training courses	cost recovery	cost recovery	no change	2.1
Early Years - Training courses	cost recovery	cost recovery	no change	4.2
LLSS - Sales	various	various	no change	6
LLSS - Training courses	cost recovery	cost recovery	no change	28.8
Psychology Services - Training courses	70 per head	70 per head	no change	8
<u>Learning and School Effectiveness</u>				
EYCESS				
Maplehurst Nursery (per session)	14.75	14.95	1.4%	57
Eastbourne Children's Centre - Café	various	various	5.0%	4.5
Lewes Children's Centre - Fees	various	various	no change	1
Lewes Children's Centre - Sales	nil	various	new income	1
Rother Children's Centre - Fees (incl nursery)	various	various	1.5%	243.5
Rother Children's Centre - Lettings	various	various	no change	15
Wealden Children's Centre - Café	various	various	no change	19
Wealden Children's Centre - Nursery/Creche	various	various	no change	133.6
Wealden Children's Centre - Lettings	various	various	no change	32.5
Sports Development				

Training courses	various	various		1.00%	26
Resources and Planning Performance Management					
Joint Use Facilities					
Battle Sports Centre Membership and fees	various	various		1.0%	57
Exceat Boathouse					
(See website for detail)					
Canoe hire/classes	£12.50 2 hours	Top rate for non school hire increased to £18 No increase for schools/colleges		1.0%	33
Spray Sports Centre Prices range from Courses	£10 - £26 £31 - £52	inflationary increase inflationary increase		1.0%	80
Catering Establishments					
Esscape	published	inflationary increase	various		293
St Marys		inflationary increase	various		108
Services to Schools					
School Meals				1.6%	1553
Contract Cleaning				1.6%	482
Grounds Maintenance				1.6%	142
Copyright Licences	published			1.0%	146
Adminisatration of service	specification			1.0%	26
ICT Support to Schools				1.0%	128
County Funded Supply				2.0%	985
Strategic Finance				1.0%	338
Planning and Admissions					
Misc Properties	market rents	market rents		1.5%	28
Music Services					
Music charges	Decided at Music Management Committee				1625
Concert admissions	various	various			35
Instrument hire	various	various			34
Charge to Sussex Downs					188
Other	various	various			40
TOTAL BUDGET					9,449

Foster Care Fees & Charges 2010-11

	Current Fee	Proposed Fee	% Increase	Expenditure in 2010/11 Budget
	£	£		£000
<u>CHILDREN'S SERVICES</u>				
Payment of Allowances for Foster Care, Adoption and Residence Orders				
<u>Foster Care</u>				
Kinship/Basic Maintenance Allowance (per week)				
Age of Child				
0-4	121.67	121.67	0.0%	} 2,024
5-10	138.59	138.59	0.0%	
11 plus	172.53	172.53	0.0%	
Professional Fee for General Fostering (per week)				
Age of Child				
0-4	120.47	120.47	0.0%	} 1,408
5-10	131.67	131.67	0.0%	
11 plus	131.40	131.40	0.0%	
Total General Fostering Rate (Basic Maintenance plus Professional Fee - see above)				
Age of Child				
0-4	242.14	242.14	0.0%	
5-10	270.26	270.26	0.0%	
11 plus	303.93	303.93	0.0%	
Additional payment after 2 years service (per week)				
	10.00	10.00	0.0%	included in figures above
Additional payment after 5 years service (per week)				
	20.00	20.00	0.0%	included in figures above
Christmas Allowance (per annum)				
Age of Child				
0-4	81.76	81.76	0.0%	} 31
5-10	96.35	96.35	0.0%	
11-15	116.50	116.50	0.0%	
16 plus	124.36	124.36	0.0%	
Treatment Fostering (per week) made up of Basic Maintenance above plus a Professional Fee				
Less than 2 years service	448.60	448.60	0.0%	} 396
After 2 years service	458.60	458.60	0.0%	
After 5 years service	468.60	468.60	0.0%	
Fostering Plus (per week) made up of Basic Maintenance above plus a Professional Fee				
Less than 2 years service	358.87	358.87	0.0%	} 859
After 2 years service	368.87	368.87	0.0%	
After 5 years service	378.87	378.87	0.0%	
Single Parent and Child allowance	737.77	737.77	0.0%	} 84

Parents and Child allowance	906.92	906.92	0.0%	}		
Disability Short Break & Fostering Respite Rates (per week)	272.11	272.11	0.0%			161
Disability Fostering Plus - same as Fostering Plus (per week)	358.87	358.87	0.0%			16
Remand & Intensive Lodging Scheme (per week)	358.87	358.87	0.0%			
Emergency Placement Payment (per day max 3 days)	43.25	43.25	0.0%			
<u>Adoption</u> (per week)				}		
Age of Child 0-4	78.42	78.42	0.0%			717
5-10	94.10	94.10	0.0%			
11 plus	125.46	125.46	0.0%			
Enhanced Payments related to the assessed needs of the child (per week)						
Rate 1	20.00	20.00	0.0%			
Rate 2	40.00	40.00	0.0%			
<u>Residence Orders</u> (per week)				}		
Age of Child 0-4	121.67	121.67	0.0%			610
5-10	138.59	138.59	0.0%			
11 plus	172.53	172.53	0.0%			
Total Expenditure on Foster Care, Adoption and Residence Orders					6,306	

Corporate Resources Department

Income targets to 2012-13

	2007/08	2008/09	2008/09	2009/10	2009/10	2010/11	Annual	2011/12	Annual	2012/13	Annual	3 year
	Actual £000s	Estimate £000s	Actual £000s	Actual to Date £000s	Estimate £000s	Target £000s	Change %	Target £000s	Change %	Target £000s	Change %	Change %
Government Grants	48	13	13	0	0	0	0	0	0	0	0	0
Grants & Contributions	0	0	0	0	0	0	0	0	0	0	0	0
Customer & client receipts	1746	1,789	1,838	1,477	1,938	1,962	1.2	2,041	4	2,123	4	9.5
Other income	721	778	666	526	670	644	-3.9	670	4	697	4	4
Total Income	2515	2,580	2,517	2,003	2,608	2,606	-0.1	2,711	4	2,820	4	8.1

Other income is mainly property rentals including surplus property - income in this area is falling.

Fees to outside organisations for professional services have, on average, been increased by 4% pa.

Customer & Client Receipts are due to increase by £24K between 09/10 and 10/11

This includes £47K anticipated additional income.

Offsetting this are 2 decreases:

2 school opt outs of ICT Services (which is discretionary income) and a change to the income for joint use buildings maintenance.

Other Income has reduced by £26K between 09-10 and 10-11

This is due to vacant space in Sackville House for part of 09-10 and part of 10-11.

CFBT Team is now in house and this income is classified as internal therefore no longer included in 2010-11 figures.

The impact of both of the above is included in the 09-10 forecast (part year for CFBT team) and also the 10-11 budgets (full year impact for CFBT team) above.

There is one-off insurance income of £14K included in the 2009-10 estimate above.

Transport & Environment Department

Income targets to 2012-13

	2007/08	2008/09	2008/09	2009/10	2009/10	2010/11	Annual	2011/12	Annual	2012/13	Annual	3 year
	Actual £000s	Estimate £000s	Actual £000s	Estimate £000s	Actual to 31/12/2009 £000s	Target £000s	Change %	Target £000s	Change %	Target £000s	Change %	Change %
Government Grants	7,213	3,807	4,440	3,392	1,933	3,262	-3.8	3,262	0.0	3,262	0.0	-3.8
Grants & Contributions	11,144	11,168	10,997	14,018	6,950	13,856	-1.2	13,868	0.1	13,967	0.7	-0.4
Customer & Client receipts	6,778	7,593	7,361	8,868	5,419	9,356	5.5	9,690	3.6	9,892	2.1	11.5
Other income	20,436	23,808	32,215	29,660	4,932	31,646	6.7	31,646	0.0	31,646	0.0	6.7
Total Income	45,571	46,376	55,013	55,938	19,234	58,120	3.9	58,466	0.6	58,767	0.5	5.1

Notes

Government Grants

Reduction in income over the financial years reflects the conclusion of several externally funded projects (INTERREG). Actuals to date are low compared to budget as INTERREG and Natural England grants are claimed based on actual expenditure several months in arrears. In addition the DEFRA Landfill Allowance Trading Scheme (LATS) grant can not be calculated until trading is complete at the end of the financial year.

Grants & Contributions

The net reduction in income mainly relates to income no longer being recoverable from Beddington Landfill site for environmental charges and savings relating to the re-letting of energy contract which means the costs we recover from BHCC for street-lighting & traffic signals will be lower.

Customer & client receipts

The higher than average increase in income is mainly attributable to the extension to Eastbourne parking scheme.

Other income

This relates to transfers from the waste reserve and internal recharge income. In 2008/09 there was an additional (one off) drawdown from the waste reserve for the purchase of land at Newhaven for the Energy Recovery Facility (ERF). The increase in income from 2009/10 to 2010/11 mainly relates to internal recharge income for Home To School Transport which represents the recovery of costs for the service we provide to Children Services.

T&E Fees & Charges 2010-11

SERVICE	Current Charge (2009-10) £	Proposed Charge (2010-11) £	% increase	Income budget (2010-11) £000
PLANNING				
12hr Traffic Count at a 4 arm junction (MCC)	1,000.00	1,016.00	1.60%	96
12hr Traffic Count at a 3 arm junction (MCC)	700.00	711.00	1.57%	96
Automatic Speed Survey for 7 days (ATC)	330.00	335.00	1.52%	111
Planning Applications - per 0.1 hectare (minimum charge)	135.00	135.00	0.00%	99
Fees for monitoring minerals & landfill sites				3
Section 38 copy agreements	40.00	40.60	1.50%	2
Design & Inspection Fees S38/278				50
Travel Plan 80+ House developments	4,500.00	4,500.00	0.00%	9
Travel Plan 120+ House developments	6,000.00	6,000.00	0.00%	12
District Land Charge Search fees	31.00	31.50	1.61%	193
Question 3.6a-l	4.50	4.57		18
Highway Extent and site visit with plan	80.00	81.28	1.60%	24
HIGHWAYS				
Construction of Vehicle crossing licences	80.00	90.00	12.50%	5
No Cold calling signs	0.00	20.00 New		0
Tables & Chairs on the highway - Initial investigation	0.00	200.00 New		2
Treated Effluent Licences	272.50	280.00	2.75%	0
Temporary attachment of apparatus to streetlight	25.00	50.00	100.00%	0
Sample Inspection	50.00	50.00	0.00%	196
Defect Inspections	47.50	47.50	0.00%	38
Section 74 - per working day overrun	£100-£2500	£100-£2500		20
Charges for portable traffic lights - 2 way (design only)	60.00	60.00	0.00%	8
Licensing of Builders Skips, Depositing Builders materials' and	35.00	35.00	0.00%	128
Temporary Road Closure Orders - 21 day order	115.00	120.00	4.35%	17
L&P short term rentals				32
L&P licences				1
Rechargeable Works - admin				11
Supervision of Estates Roads				83
Ringmer depot rentals (MayGurney/ Colas)				226
Ringmer depot licences (May Gurney)				66
Streetlighting Rechargeable works Actual Cost				150
Streetlighting Rechargeable works Admin Cost				9
Balance (C&CR)				1
PASSENGER SERVICES				
Ringmer School Travel Arrangements				61
HTST Income from Parents etc for travel				163
ENVIRONMENT				
Environmental Advice design charge out rates	Various - per salary recharge rates.		1.00%	12
Diversions of Rights of Way				9
CON29 Additional land search Q5: Rights of Way	10.00	10.00	0.00%	1
Deckchairs, Camber - Mr Bennett	1,000.00	1,000.00		1
High Weald Projects - Research			1.60%	15
RoW/CMS - Exploring East Sussex adverts in publication			1.60%	0
RoW/CMS - Ditchling Common fishing permits			1.60%	1
Landscape - on recharge code 55737			1.60%	0
Ashdown Forest			1.60%	64

Self Funding Projects			1.60%	0
Rye Harbour Nature Reserve Contribution (staff?)			1.60%	56

TRAFFIC & SAFETY

Professional services for road safety audits				1
Cycle Training - per child (term time)	16.00	16.00		32.00
Minibus Theory	30.00	30.00		5
Speed Awareness	165.00	195.00		27
Driver Improvement	105.00	105.00		360

On Street Parking - Hastings**Permits etc**

Resident Permit - 1st	75.00	75.00	0%	}	168
Resident Permit - 2nd	120.00	120.00			
Shared Permit	35.00 & 56.00	35.00 & 56.00			

Waiver and Dispensation	£8.00/ day/£35 p/wk	£8.00/ day/£35 p/wk		
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Pay and Display

On street charge (per Half hour)					
- Inner	0.75	0.75	0%	}	670
- Outer	0.30	0.30			
Charges on Sundays	as week	as week			
Penalty charge notice	50.00 / 70.00	50.00 / 70.00	0%	}	517
Penalty charge notice - discounted	25.00 / 35.00	25.00 / 35.00			

Rother

Shared Permit (Bexhill)	40.00	40.00	0%	}	10
Exclusive Permit (Rye)	75.00	75.00			

On Street Parking - EastbourneNew charges from October 2008

Pay & Display - up to 15 mins	0.20	0.20	0%	}	1391
- up to 30 mins	0.4/0.5 & 1.00	0.4/0.5 & 1.00			
- up to 1 hour	0.8/1.00 & 2.00	0.8/1.00 & 2.00			
- up to 2 hours	1.5/2.00 & 3.00	1.5/2.00 & 3.00			
- up to 4 hours	2.50/3.00	2.50/3.00			
- up to 6 hours	3.00	3.00			
- more than 6 hours	4.00	4.00			
Penalty Charge Notice	50.00 / 70.00	50.00 / 70.00	0%	}	521
Penalty Charge Notice - discounted	25.00 / 35.00	25.00 / 35.00			
Resident Permit	25.00	25.00	0%	}	160
Business Permit	420 & 220	420 & 220			
Trader	2.00	2.00			
Other Permit (Visitor, hotel, carer)	0.90	0.90			

On Street Parking - Lewes

Pay & Display - 15 mins (High Street / Commercial)	0.50	0.50	0%	}	419
- 20 mins (inner zone)	n/a	n/a			
- 30 mins (intermediate zone)	0.30	0.30			
"-1 day (intermediate)	6.00	6.00			
- 1 day (outer zone)	1.50	1.50			
- 1 hour (outer zone)	0.30	0.30			
Penalty Charge Notice	50.00 / 70.00	50.00 / 70.00	0%	}	406
Penalty Charge Notice - discounted	25.00 / 35.00	25.00 / 35.00			

Off Street (County Hall)

Pay & Display - 1 hour	0.80	0.80	0.00%	}	89
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- 1 day	8.00	8.00		
1 day permit holder	1.00	1.00		1
Penalty Charge Notice	50.00 / 70.00	50.00 / 70.00	0%	29
Penalty Charge Notice - discounted	25.00 / 35.00	25.00 / 35.00		
Permits				
Residents - 1st permit	95.00	95.00	0%	248
- 2nd Permit	130.00	130.00		
- resident Visitor - per hour	0.90	0.90		
Business - 3 month permit	300.00	300.00		
- 6 month permit	550.00	550.00		
- annual permit	1,000.00	1,000.00		
Healthcare - per hour	0.90	0.90		
Trader - per hour	3.50	3.50		
Hotel - per hour	0.90	0.90		
Suspensions/Waivers	6.00/15.00	6.00/15.00		
Traffic Signals rechargeable works			1.60%	33
Lewes off street - LDC PCN's				184
WASTE				
Trade Waste Disposal - per tonne (includes landfill tax)				
Lewes, Wealden & Rother	81.75	103.04	26.04%	824
				8,184